

**STRATABOUND MINERALS CORP.**  
**CONDENSED INTERIM FINANCIAL STATEMENTS**  
**(Expressed in Canadian Dollars)**  
**(Unaudited)**  
**March 31, 2015**

In accordance with National Instrument 51-102 of the Canadian Securities Administrators, Stratabound Minerals Corp. discloses that its auditors have not reviewed the unaudited financial statements for the three months ended March 31, 2015.

**STRATABOUND MINERALS CORP.**  
**(Unaudited)**  
CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION

As At	March 31, 2015	Dec 31, 2014
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash and cash equivalents	\$ 7,504	\$ 205,386
Investments	1,810	1,810
Other receivables	67	17,727
Prepaid expenses	16,389	32,740
	25,770	257,662
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment (Note 5)	3,247	3,482
Deposit (Note 4)	130,000	130,000
Mineral exploration and evaluation assets (Note 6)	722,298	700,000
	\$ 881,315	\$ 1,091,144
<b>LIABILITIES</b>		
<b>CURRENT</b>		
Accounts payable and accrued liabilities (Note 7)	\$ 237,482	\$ 420,409
Short-term loan payable (Note 8)	189,040	172,749
Flow-through share premium (Note 10)	-	71,500
	426,522	664,658
<b>NON-CURRENT LIABILITIES</b>		
Decommissioning liabilities (Note 9)	125,981	127,641
Deferred taxes payable	-	-
	552,503	792,299
<b>SHAREHOLDERS' EQUITY</b>		
SHARE CAPITAL (Note 12)	17,187,438	17,187,438
CONTRIBUTED SURPLUS	2,149,481	2,149,481
ACCUMULATED OTHER COMPREHENSIVE INCOME	(1,822)	(1,822)
DEFICIT	(19,006,285)	(19,036,252)
	328,812	298,845
	\$ 881,315	\$ 1,091,144

Approved on behalf of the Board

Director "*Stan Stricker*"

Director "*Michael Page*"

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

**STRATABOUND MINERALS CORP.**  
**(Unaudited)**  
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (LOSS)

Three months ended March 31	2015	2014
<b>REVENUE</b>		
Interest income	\$ 53	\$ 125
<b>OTHER INCOME AND EXPENSES</b>		
Other income (Note 10)	71,500	53,266
Interest expense	(2,591)	-
General and administrative (Note 13)	(38,760)	(62,312)
Amortization (Note 5)	(235)	(327)
	<u>29,914</u>	<u>(9,373)</u>
<b>EARNINGS (LOSS) BEFORE TAXES</b>	<u>29,967</u>	<u>(9,248)</u>
<b>DEFERRED INCOME TAX RECOVERY</b>	<u>-</u>	<u>-</u>
<b>EARNINGS (LOSS) FOR THE PERIOD</b>	<b>29,967</b>	<b>(9,248)</b>
<b>OTHER COMPREHENSIVE INCOME, NET OF TAX</b>		
Unrealized loss on available-for-sale investments, net of tax	-	(2,716)
<b>COMPREHENSIVE EARNINGS (LOSS) FOR THE PERIOD</b>	<u>29,967</u>	<u>(11,964)</u>
<b>BASIC AND DILUTED EARNINGS (LOSS) PER SHARE</b>		
	\$ 0.003	\$ (0.0002)
<b>Weighted average number of shares:</b>		
Basic and diluted	<u>107,962,611</u>	<u>81,738,167</u>

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

**STRATABOUND MINERALS CORP.**  
**(Unaudited)**  
**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY**  
For the Three Month Period Ended March 31, 2015

	Number of issued and outstanding shares	Share capital	Contributed surplus	Accumulated other comprehensive income	Deficit	Shareholders' Equity
	#	\$	\$	\$	\$	\$
<b>Balance at January 1, 2015</b>	<b>107,962,611</b>	<b>17,187,438</b>	<b>2,149,481</b>	<b>(1,822)</b>	<b>(19,036,252)</b>	<b>298,845</b>
Comprehensive loss for the period	-	-	-	-	-	-
Earnings (loss) for the period	-	-	-	-	<b>29,967</b>	<b>29,967</b>
<b>Balance at March 31, 2015</b>	<b>107,962,611</b>	<b>17,187,438</b>	<b>2,149,481</b>	<b>(1,822)</b>	<b>(19,006,285)</b>	<b>328,812</b>
<b>Balance at January 1, 2014</b>	<b>78,412,611</b>	<b>16,052,458</b>	<b>1,753,129</b>	<b>(143)</b>	<b>(12,876,398)</b>	<b>4,929,046</b>
Common shares, flow-through shares and warrants issued in private placement (Note 12)	24,000,000	662,869	465,631	-	-	1,128,500
Common shares and warrants issued for payment of net smelter royalty (Note 12)	950,000	28,500	27,455	-	-	70,948
Commander shares (Note 12)	100,000	5,000	-	-	-	5,000
Common shares issued on exercise of warrants (Note 12)	4,500,000	446,734	(96,734)	-	-	350,000
Share issuance costs	-	(8,123)	-	-	-	(8,123)
Comprehensive loss for the period	-	-	-	(1,679)	-	(1,679)
Loss for the year	-	-	-	-	(6,159,854)	(6,159,854)
<b>Balance at December 31, 2014</b>	<b>107,962,611</b>	<b>17,187,438</b>	<b>2,149,481</b>	<b>(1,822)</b>	<b>(19,036,252)</b>	<b>298,845</b>

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

**STRATABOUND MINERALS CORP.**  
**(Unaudited)**  
**CONDENSED INTERIM STATEMENTS OF CASH FLOWS**

For the three month period ended March 31	2015	2014
<b>OPERATING ACTIVITIES</b>		
Net and comprehensive loss	\$ 29,967	\$ (11,964)
Items not affecting cash:		
Amortization, depletion and impairment	235	327
Accretion of decommissioning liability	-	1,261
Deferred income taxes	-	-
Share-based compensation	-	-
Payment of net smelter royalty with share issuance	-	70,948
Interest charges	2,591	-
Other income	(71,500)	(53,266)
Unrealized loss on available-for-sale investments	-	2,716
	<u>(38,707)</u>	<u>10,022</u>
Change in non-cash working capital items (Note 3)	<u>(148,917)</u>	<u>(103,498)</u>
<b>Net cash from(used in) operations</b>	<b><u>(187,624)</u></b>	<b><u>(93,476)</u></b>
<b>INVESTING ACTIVITIES</b>		
Exploration and evaluation assets	(22,298)	(54,051)
Reclamation bond (Note 4)	-	-
Reclamation expenditures	(1,660)	(3,142)
<b>Net cash used in investing activities</b>	<b><u>(23,958)</u></b>	<b><u>(57,193)</u></b>
<b>FINANCING ACTIVITIES</b>		
Proceeds from share issuance, net of transaction costs	-	197,278
Proceeds from short-term loan payable	13,700	-
<b>Net cash provided by financing</b>	<b><u>13,700</u></b>	<b><u>197,278</u></b>
Change in cash and equivalents position	(197,882)	46,609
Cash and equivalents – beginning of period	205,386	38,851
<b>Cash and equivalents – end of period</b>	<b><u>\$ 7,504</u></b>	<b><u>\$ 85,460</u></b>

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

STRATABOUND MINERALS CORP.  
(Unaudited)  
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE THREE MONTH PERIODS ENDED MARCH 31, 2015 AND 2014

---

**1. CORPORATE INFORMATION**

Stratabound Minerals Corp.'s business activity is the exploration and evaluation of mineral properties in Canada. Stratabound Minerals Corp. (the "Company") was incorporated under the Canada Business Corporations Act on March 5, 1986, and has continued as a company under the Business Corporations Act of Alberta. The Company is listed on the TSX Venture Exchange, having the symbol TSX.V: SB, as a Tier 2 mining issuer and is in the process of exploring its mineral properties in the province of New Brunswick.

The business of exploring for mineral resources involves a high degree of risk and there can be no assurance that the Company's exploration programs will result in profitable operations. The Company's ability to meet its obligations arising from exploration activity and normal business operations is dependent upon the existence of economically recoverable reserves, the ability of the Company to obtain financing, and future profitable production or proceeds from the disposition of its properties. The Company will periodically have to raise funds to continue operations and, although it has been successful in doing so in the past, there is no assurance it will be able to do so in the future.

The address of the Company's registered office is 3700, 400 Third Avenue SW, Calgary, Alberta T2P 4H2.

These condensed interim financial statements were authorized for issue by the Board of Directors on September 12, 2015.

**2. BASIS OF PRESENTATION**

These condensed interim financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") applicable to the preparation of interim financial statements, including IAS 34 *Interim Financial Reporting*. These condensed interim financial statements should be read in conjunction with the annual financial statements for the year ended December 31, 2014, which have been prepared in accordance with IFRS as issued by the IASB.

**3. SUPPLEMENTAL CASH FLOW INFORMATION**

For the three month period ended March 31	2015	2014
<b>Changes in non-cash working capital items</b>		
Accounts receivable	\$ 17,660	\$ (25,000)
Adjustment for accounts receivable related to E&E assets	-	25,000
Accounts payable and accrued liabilities	(182,928)	(110,474)
Prepaid expenses	16,351	6,976
	<b>\$ (148,917)</b>	<b>\$ (103,498)</b>

STRATABOUND MINERALS CORP.  
(Unaudited)  
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE THREE MONTH PERIODS ENDED MARCH 31, 2015 AND 2014

---

**4. DEPOSIT**

During 2013, \$850,000 was posted with the New Brunswick Department of Energy and Mines for reclamation and environmental security. Of this deposit, \$720,000 was returned to the Company during 2013 upon successful completion of the reclamation work on the mine. The Company expects the remaining \$130,000 to be returned in fiscal 2017.

**5. PROPERTY, PLANT AND EQUIPMENT**

	Office equipment	Computer equipment	Mineral properties	Total
<b>Cost</b>				
Balance at January 1, 2014	\$ 23,079	\$ 27,538	\$ 3,383,660	\$ 3,434,277
Additions	-	-	-	-
<b>Balance at December 31, 2014 and March 31, 2015</b>	<b>\$ 23,079</b>	<b>\$ 27,538</b>	<b>\$ 3,383,660</b>	<b>\$ 3,434,277</b>
<b>Accumulated amortization</b>				
Balance at January 1, 2014	\$ 21,799	\$ 24,027	\$ 3,383,660	\$ 3,429,486
Amortization and depletion for the year	256	1,053	-	1,309
Impairment	-	-	-	-
Balance at December 31, 2014	\$ 22,055	\$ 25,080	\$ 3,383,660	\$ 3,430,795
Amortization	51	184	-	235
<b>Balance at March 31, 2015</b>	<b>\$ 22,106</b>	<b>\$ 25,264</b>	<b>\$ 3,383,660</b>	<b>\$ 3,431,030</b>
<b>Carrying amounts</b>				
At January 1, 2014	\$ 1,280	\$ 3,511	\$ -	\$ 4,791
At December 31, 2014	\$ 1,024	\$ 2,458	\$ -	\$ 3,482
<b>At March 31, 2015</b>	<b>\$ 973</b>	<b>\$ 2,274</b>	<b>\$ -</b>	<b>\$ 3,247</b>

STRATABOUND MINERALS CORP.

(Unaudited)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE THREE MONTH PERIODS ENDED MARCH 31, 2015 AND 2014

---

**6. MINERAL EXPLORATION AND EVALUATION ASSETS**

Balance at January 1, 2014	\$ 5,980,164
Acquisition and renewal costs	19,541
Exploration expenditures	839,045
Decommissioning asset	126,915
Provincial government incentive	(49,000)
E&E assets impaired	(6,216,664)
Balance at December 31, 2014	\$ 700,000
Acquisitions and renewals	<b>22,298</b>
Exploration expenditures	-
Provincial government incentives	-
<b>Balance at March 31, 2015</b>	<b>\$ 722,298</b>

**a) Bathurst, New Brunswick**

The Company holds a 100% interest in 158 units and one mining lease in the Bathurst base metal mining camp in New Brunswick, Canada. The properties include the CNE/Captain Group, CNE Mining Lease, and Taylor Brook claim groups. All are subject to a 1% net smelter return on production, other than the portion of the CNE/Captain Group formerly known as Captain East which is royalty-free. The carrying value of the Bathurst Group at March 31, 2015 is \$450,000 (December 31, 2014 - \$450,000) (Note 4a).

**b) Enja, Quebec**

The Company had a 100% interest, subject to a 2% net smelter return royalty, in this gold and base metal prospect. The claims have been dropped by the Company, and the carrying value at March 31, 2015 is \$Nil (December 31, 2014 - \$Nil).

**c) Commander Option, New Brunswick**

In 2010, the Company entered into an agreement with Commander Resources Ltd. ("Commander") whereby the Company has the option to acquire up to a 65% interest in a 1,049 hectare claim group adjoining the Company's CNE/Captain claim group in New Brunswick, Canada. The carrying value at March 31, 2015 is \$250,000 (December 31, 2014 - \$250,000).

**d) Green Point, New Brunswick**

The Company had a 100% interest, subject to a 2% net smelter return royalty in 41 units located near Bathurst, New Brunswick, Canada. The claims have been dropped by the Company, and the carrying value at March 31, 2015 is \$Nil (December 31, 2014 - \$Nil).



STRATABOUND MINERALS CORP.

(Unaudited)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE THREE MONTH PERIODS ENDED MARCH 31, 2015 AND 2014

---

**7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES**

Accounts payable and accrued liabilities consist of:

As at	March 31, 2015	December 31 2014
Trade payables	\$ 231,696	\$ 390,623
GST payable	1,848	28,439
Interest payable	3,938	1,347
Total accounts payable and accrued liabilities	\$ 237,482	\$ 420,409

**8. SHORT-TERM LOAN PAYABLE**

During 2013, the Company entered into an unsecured loan facility with a private company controlled by its largest shareholder in the amount of \$850,000, subsequently repaid \$720,000 of the loan. During the first quarter of 2015 the same company made an additional loan of \$13,700 to the Company.

The principal balance of \$143,700 bears interest at 6% per annum and is due at such time as the water monitoring is completed on the CNE open pit mine. As at March 31, 2015 the Company owes approximately \$189,000 on the above facility.

**9. DECOMMISSIONING LIABILITIES**

Upon commencement of mining operations during the first quarter of fiscal 2013, the Company accrued an estimated liability related to reclamation and closure costs based on the total expected future remediation cost.

The Company's expected decommissioning liabilities are as follows:

Balance at January 1, 2014	\$	62,102
Changes in estimates		126,915
Payment of obligations		(66,174)
Accretion expense		4,798
<b>Balance at December 31, 2014</b>	<b>\$</b>	<b>127,641</b>
Changes in estimates		(1,660)
Payment of obligations		-
Accretion expense		-
<b>Balance at March 31, 2015</b>	<b>\$</b>	<b>125,981</b>

STRATABOUND MINERALS CORP.  
(Unaudited)  
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE THREE MONTH PERIODS ENDED MARCH 31, 2015 AND 2014

---

**10. FLOW-THROUGH SHARE PREMIUM**

Other liabilities include the liability portion of the flow-through shares issued. The following is a continuity schedule of the liability portion of the flow-through shares issuances.

**Flow-through shares**

Balance at January 1, 2014	\$ 53,266
Liability incurred on flow-through shares issued	71,500
Settlement of flow-through share liability on renouncement	<u>(53,266)</u>
Balance at December 31, 2014	<u>\$ 71,500</u>
Liability incurred on flow-through shares issued	-
Settlement of flow-through share liability on renouncement	<u>(71,500)</u>
<b>Balance at March 31, 2015</b>	<b><u>\$ -</u></b>

On June 16, 2014, the Company completed a non-brokered private placement of 5.2 million flow-through shares, 1.3 million common shares and 3.25 million warrants. The gross proceeds related to flow-through shares related to this transaction were \$227,500. A premium of \$71,500 was recognized as a liability related to the issuance of the flow-through shares. These flow-through shares have been renounced for tax purposes in fiscal 2015, at which time the liability will be recognized in profit or loss as “other income”.

On August 29, 2014, the Company completed a non-brokered private placement of 10.8 million flow-through shares, 2.7 million common shares and 6.75 million warrants. The gross proceeds related to flow-through shares related to this transaction were \$540,000. No premium was recognized as a liability related to the issuance of the flow-through shares. These flow-through shares have been renounced for tax purposes in fiscal 2015.

There were no flow-through share issuances completed during the three month period ended March 31, 2015, and as a result, there were no additions to flow-through share premiums.

**11. RELATED PARTY TRANSACTIONS**

During the period, the Company paid rent of \$1,800 (2014 - \$1,800) for office space owned by officers of the Company.

Of total salaries and benefits paid to key management \$Nil (2014 - \$3,000) were capitalized as mineral exploration and evaluation assets during the period.

STRATABOUND MINERALS CORP.

(Unaudited)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE THREE MONTH PERIODS ENDED MARCH 31, 2015 AND 2014

---

**11. RELATED PARTY TRANSACTIONS (CONTINUED)**

**Key Management Compensation**

Key Management personnel compensation comprised:

For the three month period ended March 31	2015	2014
Salaries and benefits	\$ 16,000	\$ 24,000

**12. SHARE CAPITAL**

**a) Authorized**

Unlimited number of common shares, without nominal or par value.

**b) Issuance of securities**

- i) During January 2014, the Company closed a non-brokered private placement of 4 million units priced at \$0.05 per unit for total proceeds of \$200,000. Each unit consisted of one common share of the Company and one half-warrant exercisable for three years at a strike price of \$0.05. Of the \$200,000 raised, \$57,800 was allocated to share capital, and \$142,200 was allocated to contributed surplus in respect of the warrants issued.
- ii) During February 2014, the Company issued 950,000 units, each unit consisting of one share and one warrant exercisable for 5 years at \$0.05, in full settlement of an arms-length 1% net smelter return royalty debt of \$70,948 payable following production from the CNE open pit mine. Of the total value of the units, \$28,500 was allocated to share capital and \$27,445 was allocated to contributed surplus in respect of the warrants issued.
- iii) During June 2014, the Company issued 1.3 million units priced at \$0.25 per unit for total proceeds raised of \$325,000. Each unit consisted of 1 common share, four flow-through shares and 2.5 warrants exercisable for two years with a strike price of \$0.10. Of the \$325,000 raised, \$195,072 was allocated to share capital, \$71,500 was allocated to the flow-through share premium, and \$58,428 was allocated to contributed surplus in respect of the warrants issued.
- iv) During June 2014, 100,000 common shares were issued with respect to the Commander agreement at \$0.05 per share.
- v) During August 2014, the Company issued 2.7 million units priced at \$0.25 per unit for total proceeds raised of \$675,000. Each unit consisted of 4 flow-through common shares, one non-flow through common share, and 2.5 warrants, with each whole warrant entitling the holder to subscribe for one additional share for two years for \$0.10 per share. Of the \$675,000 raised, \$409,997 was allocated to share capital and \$265,003 was allocated to contributed surplus in respect of the warrants issued.
- vi) In October 2014 4,500,000 common shares were issued upon the exercise of warrants for cash proceeds to the Company of \$350,000.

STRATABOUND MINERALS CORP.

(Unaudited)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE THREE MONTH PERIODS ENDED MARCH 31, 2015 AND 2014

---

**12. SHARE CAPITAL (CONTINUED)**

**c) Stock options**

The Company has a stock-based compensation plan for its key officers, directors, employees and consultants. Up to 10% of the issued and outstanding shares may be reserved for issuance under the plan. The fair value of each option granted estimated using the Black-Scholes option pricing model for the last issuance of options was \$0.078 using the following assumptions: weighted average life of 5 years; risk-free rate of 4.00%; expected volatility of 201%; and, a dividend yield of 0%. All options granted vest immediately, and therefore a forfeiture rate of 0% was used. There were no options granted during 2014 or the three month period ended March 31, 2015.

The following table summarizes the stock option transactions:

	Number	Weighted average exercise price
<b>Outstanding January 1, 2014</b>	7,540,000	\$ 0.13
Expired and cancelled during the year	(2,925,000)	0.10
<b>Outstanding at December 31, 2014</b>	4,615,000	\$ 0.10
Expired and cancelled during the period	(2,925,000)	0.10
<b>Outstanding at March 31, 2015</b>	4,615,000	\$ 0.10

The following table summarizes the options outstanding and exercisable as at March 31, 2015:

Options outstanding	Exercise price	Expiry date
650,000	0.10	September 2, 2015
365,000	0.13	July 12, 2016
1,975,000	0.10	May 17, 2017
1,625,000	0.10	April 8, 2018
4,615,000	\$ 0.10	

STRATABOUND MINERALS CORP.  
(Unaudited)  
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE THREE MONTH PERIODS ENDED MARCH 31, 2015 AND 2014

---

**12. SHARE CAPITAL (CONTINUED)**

**d) Warrants**

The following table summarizes the warrants transactions:

	Number	Weighted average exercise price
<b>Outstanding January 1, 2014</b>	5,500,000	\$ 0.20
Issued during the year	12,950,000	\$ 0.09
Expired during the year	(3,000,000)	0.20
Exercised during the year	(4,500,000)	0.078
<b>Outstanding at December 31, 2014</b>	10,950,000	\$ 0.118
Issued during the period	-	-
Expired during the period	-	-
<b>Outstanding at March 31, 2015</b>	10,950,000	\$ 0.118

The following table summarizes the warrants outstanding and exercisable as at March 31, 2015:

Warrants outstanding	Exercise price	Expiry date
750,000	\$ 0.10	June 16, 2016
6,750,000	0.10	August 29, 2016
2,500,000	0.20	October 9, 2018
950,000	0.05	February 5, 2019

**e) Nature and purpose of equity and reserves**

The reserves recorded in equity on the Company's statement of financial position include Contributed Surplus, Accumulated Other Comprehensive Income and Accumulated Deficit.

Contributed Surplus is used to recognize the value of stock option grants and share warrants prior to exercise. Any proceeds received prior to the issuance of shares will be recorded as contributed surplus until the shares are issued, at which time the amount will be recognized as share capital.

Accumulated Other Comprehensive Income includes an available-for-sale reserve. This reserve is used to recognize fair value changes on available-for-sale investments.

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

STRATABOUND MINERALS CORP.

(Unaudited)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE THREE MONTH PERIODS ENDED MARCH 31, 2015 AND 2014

**13. GENERAL AND ADMINISTRATIVE EXPENSES**

For the three month period ended March 31	2015	2014
Professional fees	\$ 5,750	\$ 14,636
Salaries and benefits	17,155	20,521
Filing fees and investor communications	12,261	9,373
Office and other	1,793	12,798
Rent	1,800	1,800
Finance charges	-	3,184
	<b>\$ 38,760</b>	<b>\$ 62,312</b>

**14. COMMITMENTS**

At March 31, 2015, the Company has committed to incurring qualifying exploration expenditures of \$800,000 before December 31, 2015. At March 31, 2015, the remaining expenditure obligation is \$Nil. This obligation relates to the flow-through share offerings closed during fiscal 2014.

At March 31, 2015, the Company has committed to spending an additional \$182,932 on exploration to complete the year 5 requirements under the option agreement with Commander Resources (Note 8(c)).

**15. SUBSEQUENT EVENTS**

On May 6, 2015 the Alberta Securities Commission and the TSX Venture Exchange issued cease trade orders with respect to the Company's common shares, for failure to file audited financial statements for the year ended December 31, 2014 as required by April 30, 2015.

On May 25, 2015 the Company and Silver Stream Mining Corp. ("Silver Stream") entered into a Letter of Intent with respect to a proposed business combination whereby the Company would acquire all of the outstanding shares of Silver Stream and Silver Stream would become a subsidiary of the Company. Key terms and conditions of the Letter of Intent include the following:

- The proposed exchange ratio is two Stratabound shares for every Silver Stream share.
- The debts of the Company to Bellport Resources Ltd., including outstanding interest thereon, shall be converted into equity at a deemed conversion rate of \$0.05 per share.
- Management of Silver Stream will succeed to the management positions in the combined company.
- The Board of Directors will consist of representatives from both companies.
- The Company will retain the "Stratabound" name.
- As a condition precedent to the business combination, the Company's environmental monitoring liabilities and the charges against the Company levied by Environment Canada must be resolved on terms satisfactory to Silver Stream.

STRATABOUND MINERALS CORP.  
(Unaudited)  
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE THREE MONTH PERIODS ENDED MARCH 31, 2015 AND 2014

---

**15. SUBSEQUENT EVENTS (CONTINUED)**

- The audited financial statements must be completed and filed, and the cease trade order noted above must be lifted and Stratabound's shares must be freely trading.

On July 8, 2015, the Company was reclassified by the TSX Venture Exchange from Tier 1 to Tier 2.

In August 2015, the Company allowed the Green Point claims in the Bathurst mining camp to expire. Efforts to sell the claims were unsuccessful.

In August 2015 the Company received a commitment from Bellport Resources Ltd. for an additional loan of \$250,000 to enable completion of the transaction with Silver Stream.