

STRATABOUND MINERALS CORP.
CONDENSED INTERIM FINANCIAL STATEMENTS
(Expressed in Canadian Dollars)
(Unaudited)
March 31, 2016

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, 2016.

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

As At	March 31, 2016	Dec 31, 2015
ASSETS		
CURRENT		
Cash and cash equivalents	\$ 89,567	\$ 172,912
Investments	-	-
Other receivables	-	-
Prepaid expenses	4,500	-
	94,067	172,912
NON-CURRENT ASSETS		
Property, plant and equipment (Note 5)	2,372	2,542
Deposit (Note 4)	130,000	130,000
Mineral exploration and evaluation assets (Note 6)	488,413	479,681
	\$ 714,852	\$ 785,135
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities (Note 7)	\$ 255,891	\$ 312,583
Short-term loan payable (Note 8)	200,616	197,667
	456,507	510,250
NON-CURRENT LIABILITIES		
Loans payable (Note 9)	183,017	174,302
Decommissioning liabilities (Note 10)	135,518	134,830
	775,042	819,382
SHAREHOLDERS' EQUITY		
SHARE CAPITAL (Note 13)	17,187,438	17,187,438
CONTRIBUTED SURPLUS	2,236,603	2,236,603
ACCUMULATED OTHER COMPREHENSIVE INCOME	(1,822)	(1,822)
DEFICIT	(19,482,409)	(19,456,466)
	(60,190)	(34,247)
	\$ 714,852	\$ 785,135

Approved on behalf of the Board

Director "Terry Byberg"

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	2016	2015
REVENUE		
Interest income	\$ -	\$ 53
OTHER INCOME AND EXPENSES		
Other income (Note 11)	-	71,500
Interest expense	(14,361)	(2,591)
General and administrative (Note 14)	(11,412)	(38,760)
Amortization (Note 5)	(170)	(235)
	<u>(25,943)</u>	<u>29,914</u>
COMPREHENSIVE EARNINGS (LOSS) FOR THE PERIOD	(25,943)	29,967
<hr/>		
BASIC AND DILUTED EARNINGS (LOSS) PER SHARE	\$ (0.0002)	\$ 0.0003
Weighted average number of shares:		
Basic and diluted	107,962,611	107,962,611

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, 2016

	Number of issued and outstanding shares	Share capital	Contributed surplus	Accumulated other comprehensive income	Deficit	Shareholders' Equity
	#	\$	\$	\$	\$	\$
Balance at January 1, 2016	107,962,611	17,187,438	2,236,603	(1,822)	(19,456,466)	(34,247)
Loss for the period	-	-	-	-	(25,943)	(25,943)
Balance at March 31, 2016	107,962,611	17,187,438	2,236,603	(1,822)	(19,482,409)	(60,190)
Balance at January 1, 2015	107,962,611	17,187,438	2,149,481	(1,822)	(19,036,252)	298,845
Issuance of below market rate debt (Note 9)	-	-	87,122	-	-	87,122
Loss for the year	-	-	-	-	(420,214)	(420,214)
Balance at December 31, 2015	107,962,611	17,187,438	2,236,603	(1,822)	(19,456,466)	(34,247)

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	2016	2015
OPERATING ACTIVITIES		
Net and comprehensive income (loss)	\$ (25,943)	\$ 29,967
Items not affecting cash:		
Amortization, depletion and impairment	170	235
Accretion of decommissioning liability	2,697	-
Accretion of loans payable	8,715	2,591
Other income	-	(71,500)
	<u>(14,361)</u>	<u>(38,707)</u>
Change in non-cash working capital items (Note 3)	(57,854)	(148,917)
Net cash from(used in) operations	<u>(72,215)</u>	<u>(187,624)</u>
INVESTING ACTIVITIES		
Exploration and evaluation assets	(8,732)	(22,298)
Reclamation expenditures	(2,398)	(1,660)
Net cash used in investing activities	<u>(11,130)</u>	<u>(23,958)</u>
FINANCING ACTIVITIES		
Proceeds from short-term loan payable	-	13,700
Net cash provided by financing	<u>-</u>	<u>13,700</u>
Change in cash and equivalents position	(83,345)	(197,882)
Cash and equivalents – beginning of period	172,912	205,386
Cash and equivalents – end of period	<u>\$ 89,567</u>	<u>\$ 7,504</u>

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, 2016 AND 2015

1. CORPORATE INFORMATION

Stratabound Minerals Corp. (“the Company”) is in the business of exploration and evaluation of mineral properties in Canada. 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. On February 17, 2015 the Company announced a cessation of all operations and corporate activities and its intention to wind up the corporation. On May 25, 2015 the Company announced an agreement to enter into a business combination with Silver Stream Mining Corp. (“Silver Stream”), whereby Silver Stream would become a wholly owned subsidiary of the Company after an exchange of shares. The business combination was given final approval by the TSX Venture Exchange on May 16, 2016, and completed on May 17, 2016.

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 repay its short-term loan, to meet its obligations arising from exploration and development activity and to provide working capital for normal operations, is dependent upon the existence of economically recoverable reserves; the ability of the Company to continue to secure financial support from public markets; the ability to complete future equity financing; as well as the ability to generate future profitable production or proceeds from the disposition of its properties. The Company has a history of losses, with accumulated deficit of \$19,482,409 and has a working capital deficiency of \$362,440 as at March 31, 2016. The Company is dependent on its ability to raise additional funds through equity financing in order to meet the Company’s current liabilities and continue exploring its mineral resources. As there is no assurance the Company will be successful in these efforts, these conditions result in material uncertainties that may cast significant doubt upon the Company’s ability to continue as a going concern.

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 May 30, 2016.

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, 2015, which have been prepared in accordance with IFRS as issued by the IASB.

STRATABOUND MINERALS CORP.
(Unaudited)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTH PERIODS ENDED MARCH 31, 2016 AND 2015

3. SUPPLEMENTAL CASH FLOW INFORMATION

For the three month period ended March 31	2016	2015
Changes in non-cash working capital items		
Accounts receivable	\$ -	\$ 17,660
Accounts payable and accrued liabilities	(53,354)	(182,928)
Prepaid expenses	(4,500)	16,351
	\$ (57,854)	\$ (148,917)

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.

STRATABOUND MINERALS CORP.
(Unaudited)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTH PERIODS ENDED MARCH 31, 2016 AND 2015

5. PROPERTY, PLANT AND EQUIPMENT

	Office equipment	Computer equipment	Mineral properties	Total
Cost				
Balance at January 1, 2015	\$ 23,079	\$ 27,538	\$ 3,383,660	\$ 3,434,277
Additions	-	-	-	-
Balance at December 31, 2015 and March 31, 2016	\$ 23,079	\$ 27,538	\$ 3,383,660	\$ 3,434,277
Accumulated amortization				
Balance at January 1, 2015	\$ 22,055	\$ 25,080	\$ 3,383,660	\$ 3,430,795
Amortization and depletion for the year	205	735	-	940
Impairment	-	-	-	-
Balance at December 31, 2015	\$ 22,260	\$ 25,815	\$ 3,383,660	\$ 3,431,735
Amortization	41	129	-	170
Balance at March 31, 2016	\$ 22,301	\$ 25,944	\$ 3,383,660	\$ 3,431,905
Carrying amounts				
At January 1, 2015	\$ 1,024	\$ 2,458	\$ -	\$ 3,482
At December 31, 2015	819	1,723	-	2,542
At March 31, 2016	\$ 778	\$ 1,594	\$ -	\$ 2,372

STRATABOUND MINERALS CORP.

(Unaudited)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTH PERIODS ENDED MARCH 31, 2016 AND 2015

6. MINERAL EXPLORATION AND EVALUATION ASSETS

Balance at January 1, 2015	\$ 700,000
Acquisition and renewal costs	36,847
Decommissioning asset	9,639
E&E assets impaired	(266,805)
Balance at December 31, 2015	\$ 479,681
Acquisitions and renewals	6,300
Exploration expenditures	2,432
Balance at March 31, 2016	\$ 488,413

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, 2016 is \$488,413 (December 31, 2015 - \$479,681).

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, 2016 is \$Nil (December 31, 2015 - \$Nil).

c) Commander Option, New Brunswick

In 2010, the Company entered into an agreement with Commander Resources Ltd. ("Commander") whereby the Company had 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.

Under the terms of this agreement, the Company could acquire a 60% interest by issuing shares and meeting certain financial exploration thresholds. The Company has met the year one through four requirements and incurred \$117,068 of the year five spending commitment. During 2013, the Company issued an additional 25,000 shares to Commander to extend its 2013 expenditure requirements to year end d; as the Company failed to meet 2013 spending requirements and in June 2014 an additional 100,000 shares were issued (Note 16). In 2014 the agreement was extended, to December 31, 2016. However, during 2015 neither the work commitment nor the share issuance were completed, and the option has expired, although the Company is still in negotiations to attempt to renew the option. This property has been impaired in 2015 by \$266,805 (2014 - by \$801,526). The carrying value at March 31, 2016 is \$Nil (December 31, 2015 - \$Nil).

STRATABOUND MINERALS CORP.

(Unaudited)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTH PERIODS ENDED MARCH 31, 2016 AND 2015

6. MINERAL EXPLORATION AND EVALUATION ASSETS (CONTINUED)

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. In August 2015, the Company abandoned the property and allowed the Green Point claims in the Bathurst mining camp to expire as efforts to sell the claims were unsuccessful. The carrying value at March 31, 2016 is \$Nil (December 31, 2015 - \$Nil).

7. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Accounts payable and accrued liabilities consist of:

As at	March 31, 2016	December 31 2015
Trade payables	\$ 259,161	\$ 315,397
GST receivable	(3,270)	(2,814)
Interest payable	2,949	-
Total accounts payable and accrued liabilities	\$ 258,840	\$ 312,583

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 and any compounded interest 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, 2016 the Company owes \$200,616 on the above facility.

9. LONG-TERM NOTES PAYABLE

On August 25, 2015 the Company borrowed \$250,000 from its largest shareholder under two notes, to fund water sampling/monitoring and reclamation obligations at the CNE mine site, to pay fines related to the Fisheries Act charges brought against the Company in relation to the CNE mine operations, and to provide for ongoing administration of the Company. The notes do not bear interest and mature December 31, 2017 if not repaid sooner. A note for \$130,000 is secured by the CNE leases as well as the environmental bond that has been posted with the Province of New Brunswick. A note for \$120,000 may, at the Company's election, be converted into shares at a conversion price of \$0.06 per share if the Company completes the business combination with Silver Stream Mining Corp. and a share consolidation on the basis of 6 old shares for each new share.

As these notes were issued bearing no interest they have been discounted using an anticipated market rate of interest of 20%. The loans were recorded as follows:

STRATABOUND MINERALS CORP.
(Unaudited)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTH PERIODS ENDED MARCH 31, 2016 AND 2015

9. LONG-TERM NOTES PAYABLE (CONTINUED)

Balance at January 1, 2015	\$	-
Loans recorded at fair value		162,879
Accretion expense		11,423
Balance at December 31, 2015	\$	174,302
Accretion expense		8,715
Balance at March 31, 2016	\$	183,017

10. 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, 2015	\$	127,641
Changes in estimates		9,639
Payment of obligations		(13,844)
Accretion expense		11,394
Balance at December 31, 2015	\$	134,830
Changes in estimates		-
Payment of obligations		(2,009)
Accretion expense		2,697
Balance at March 31, 2016	\$	135,518

STRATABOUND MINERALS CORP.
(Unaudited)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTH PERIODS ENDED MARCH 31, 2016 AND 2015

11. 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, 2015	\$ 71,500
Liability incurred on flow-through shares issued	-
Settlement of flow-through share liability on renouncement	(71,500)
Balance at December 31, 2015	<u>\$ -</u>
Liability incurred on flow-through shares issued	-
Settlement of flow-through share liability on renouncement	-
Balance at March 31, 2016	<u><u>\$ -</u></u>

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 were renounced for tax purposes in fiscal 2015, at which time the liability was 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 were renounced for tax purposes in fiscal 2015.

There were no flow-through share issuances completed during 2015 or during the three month period ended March 31, 2016, and as a result, there were no additions to flow-through share premiums.

12. RELATED PARTY TRANSACTIONS

During the period, the Company paid rent of \$Nil (2015 - \$1,800) for office space owned by officers of the Company.

Of total salaries and benefits paid to key management \$Nil (2015 - \$ Nil) 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, 2016 AND 2015

12. RELATED PARTY TRANSACTIONS (CONTINUED)

Key Management Compensation

Key Management personnel compensation comprised:

For the three month period ended March 31	2016	2015
Salaries and benefits	\$ -	\$ 16,000

13. SHARE CAPITAL

a) Authorized

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

b) Issuance of securities

No securities were issued during 2015 or the three month period ended March 31, 2016.

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 2015 or the three month period ended March 31, 2016.

The following table summarizes the stock option transactions:

	Number	Weighted average exercise price
Outstanding January 1, 2015	4,615,000	\$ 0.13
Expired and cancelled during the year	(1,110,000)	0.10
Outstanding at December 31, 2015	3,505,000	\$ 0.103
Expired and cancelled during the period	-	-
Outstanding at March 31, 2016	3,505,000	\$ 0.103

STRATABOUND MINERALS CORP.
(Unaudited)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTH PERIODS ENDED MARCH 31, 2016 AND 2015

13. SHARE CAPITAL (CONTINUED)

The following table summarizes the options outstanding and exercisable as at March 31, 2016:

Options outstanding	Exercise price	Expiry date
365,000	0.13	July 12, 2016
1,975,000	0.10	May 17, 2017
1,625,000	0.10	April 8, 2018
3,505,000	\$ 0.103	

d) Warrants

The following table summarizes the warrants transactions:

	Number	Weighted average exercise price
Outstanding January 1, 2015	10,950,000	\$ 0.118
Issued during the year	-	-
Expired during the year	-	-
Exercised during the year	-	-
Outstanding at December 31, 2015	10,950,000	\$ 0.118
Issued during the period	-	-
Expired during the period	-	-
Outstanding at March 31, 2016	10,950,000	\$ 0.118

The following table summarizes the warrants outstanding and exercisable as at March 31, 2016:

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

STRATABOUND MINERALS CORP.
(Unaudited)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTH PERIODS ENDED MARCH 31, 2016 AND 2015

13. SHARE CAPITAL (CONTINUED)

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.

14. GENERAL AND ADMINISTRATIVE EXPENSES

For the three month period ended March 31	2016	2015
Travel	\$ 9,294	\$ -
Office and other	1,068	1,793
Filing fees and investor communications	1,050	12,261
Professional fees	-	5,750
Salaries and benefits	-	17,155
Rent	-	1,800
	\$ 11,412	\$ 38,760

15. COMMITMENTS

On August 6, 2014 the Company was notified of charges brought by Environment Canada under the Fisheries Act and the Metal Mining Effluent Regulations with respect to discharges of water from the CNE operation during March through May of 2013. A total of six counts were issued on two different charges. The Company negotiated a consolidation of the charges into two counts, and pleaded guilty to those counts. The Provincial Court of New Brunswick imposed fines totaling \$75,000 on the Company, \$25,000 of which was paid in January, 2016 and the remaining \$50,000 of which is payable on October 14, 2016.

STRATABOUND MINERALS CORP.
(Unaudited)
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE MONTH PERIODS ENDED MARCH 31, 2016 AND 2015

16. SUBSEQUENT EVENTS

The TSX Venture Exchange reinstated trading of the Company's shares effective April 21, 2016.

On May 16, 2016 the TSX Venture Exchange issued its final approval of the shares for debt transaction between the Company and Bellport Resources Ltd., and the Company issued 10,200,000 common shares to Bellport in exchange for the extinguishment of \$204,000 in debt to Bellport.

Also on May 16, 2016 the TSX Venture Exchange issued its final approval of the business combination of the Company and Silver Stream Mining Corp. whereby the Company proposed to acquire all of the outstanding shares of Silver Stream and Silver Stream would become a subsidiary of the Company. This transaction was closed on May 17, 2016 and the Company issued 313,392,422 shares to the former Silver Stream shareholders.