
Condensed Interim Consolidated Financial Statements

Plateau Energy Metals Inc.

(formerly Plateau Uranium Inc.)

For the three and six months ended March 31, 2018 and 2017

Stated in Canadian Dollars

UNAUDITED

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NOTICE TO READER

The accompanying unaudited condensed interim financial statements have been prepared by the Company's management and the Company's independent auditors have not performed a review of these condensed interim consolidated financial statements.

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The consolidated financial statements were prepared by the management of Plateau Energy Metals Inc., reviewed by the Audit Committee of the Board of Directors, and approved by the Board of Directors.

Management is responsible for the preparation of the consolidated financial statements and believes that they fairly represent the Company's financial position and the results of operations in accordance with International Financial Reporting Standards. Management has included amounts in the Company's consolidated financial statements based on estimates, judgements, and policies that it believes reasonable in the circumstances.

To discharge its responsibilities for financial reporting and for the safeguarding of assets, management believes that it has established appropriate systems of internal accounting control which provide reasonable assurance that the assets are maintained and accounted for in accordance with its policies and that transactions are recorded accurately in the Company's books and records.

Signed "T. O'Connor"
CEO

Signed "P. Gibbs"
CFO

Toronto, Ontario
May 25, 2018

Plateau Energy Metals Inc.
Consolidated Statements of Financial Position

Stated in Canadian dollars

	March 31,	September 30,
	2018	2017
	\$	\$
	Unaudited	Audited
Assets		
Current Assets		
Cash and cash equivalents	650,586	137,233
HST receivable	16,171	36,969
Prepaid expenses	43,610	101,519
	<u>710,367</u>	<u>275,721</u>
Non-Current Assets		
Property, plant and equipment	12,063	11,264
	<u>722,430</u>	<u>286,985</u>
Liabilities		
Current Liabilities		
Accounts payable and accrued liabilities (note 8)	383,867	608,184
Shareholders' Equity		
Share Capital (note 5)	50,898,375	48,856,290
Warrants (note 6)	589,181	316,647
Stock Options (note 7)	1,582,062	1,275,644
Contributed Surplus	10,190,540	10,162,810
Cumulative Translation Reserve	265,570	22,127
Deficit	<u>(63,187,165)</u>	<u>(60,954,717)</u>
	<u>338,563</u>	<u>(321,199)</u>
	<u>722,430</u>	<u>286,985</u>

Note 1 - Nature of Operations and Going Concern

Note 14 - Events after the Reporting Period

The accompanying notes form an integral part of these consolidated financial statements

Approved on behalf of the Board

Signed "T. O'Connor" Director

Signed "J. Stalker" Director

Plateau Energy Metals Inc.

Consolidated Statements of Loss and Comprehensive Loss

For the Three and Six Months Ended March 31, 2018 and 2017

Stated in Canadian Dollars

	Six Months Ended		Three Months Ended	
	March 31, 2018	March 31, 2017	March 31, 2018	March 31, 2017
Expenses				
Corporate and administrative expenses	\$ 605,681	\$ 489,701	326,922	\$ 300,894
(Gain)/Loss on foreign exchange	215,285	58,200	110,919	78,121
Share-based compensation (note 7)	334,148	135,922	242,493	50,860
Exploration and evaluation (note 4)	1,077,444	750,896	530,641	373,639
Interest income	(110)	(111)	-	-
Loss for the period	(2,232,448)	(1,434,608)	(1,210,975)	(803,514)
Other Comprehensive (Loss) Income for the period				
Items that may be classified to profit and loss:				
Currency translation adjustment	243,443	17,658	148,687	57,260
Total Comprehensive Loss for the period	\$ (1,989,005)	\$ (1,416,950)	(1,062,288)	\$ (746,254)
Loss per Share - basic and diluted	(0.04)	\$ (0.03)	(0.02)	(0.01)
Weighted Average Number of Common Shares Outstanding - Basic and Diluted	63,185,999	54,253,454	65,088,457	55,741,767

The accompanying notes form an integral part of these consolidated financial statements

Plateau Energy Metals Inc.

Consolidated Statements of Changes in Equity
For the three and six months ended March 31, 2018 and 2017
Stated in Canadian Dollars

	Common Stock		Warrants	Stock Options	Contributed Surplus	Cumulative Translation Reserve	Accumulated Deficit	Total
	Shares	Amount						
Balance - October 1, 2017	58,043,354	\$ 48,856,290	\$ 316,647	\$ 1,275,644	\$ 10,162,810	\$ 22,127	\$ (60,954,717)	\$ (321,199)
Common shares and warrants issued for cash	5,999,997	1,509,519	290,480	-	-	-	-	1,799,999
Issued to finders	183,800	68,006	-	-	-	-	-	68,006
Issuance costs	-	(95,254)	(17,946)	-	-	-	-	(113,200)
Warrants exercised	861,306	559,814	-	-	-	-	-	559,814
Stock options granted	-	-	-	334,148	-	-	-	334,148
Stock options expired	-	-	-	(27,730)	27,730	-	-	-
Foreign currency translation adjustment	-	-	-	-	-	243,443	-	243,443
Net loss	-	-	-	-	-	-	(2,232,448)	(2,232,448)
Balance - March 31, 2018	65,088,457	\$ 50,898,375	\$ 589,181	\$ 1,582,062	\$ 10,190,540	\$ 265,570	\$ (63,187,165)	\$ 338,563
Balance - October 1, 2016	52,090,974	\$ 47,240,289	\$ 453,886	\$ 969,594	\$ 9,367,322	\$ 66,024	\$ (57,102,970)	\$ 994,145
Common shares issued for debt	2,500,000	625,000	-	-	-	-	-	625,000
Common shares and warrants issued for cash	3,452,380	1,181,041	268,940	-	-	-	-	1,449,981
Issued to finders	-	-	-	-	-	-	-	-
Issuance costs	-	(95,571)	(21,762)	-	-	-	-	(117,333)
Stock options granted	-	-	-	135,922	-	-	-	135,922
Stock options expired	-	-	-	(134,076)	134,076	-	-	-
Warrants expired	-	-	(453,886)	-	453,886	-	-	-
Foreign currency translation adjustment	-	-	-	-	-	17,658	-	17,658
Net loss	-	-	-	-	-	-	(1,434,608)	(1,434,608)
Balance - March 31, 2017	58,043,354	\$ 48,950,759	\$ 247,178	\$ 971,440	\$ 9,955,284	\$ 83,682	\$ (58,537,578)	\$ 1,670,765

Plateau Energy Metals Inc.

Consolidated Statements of Cash Flows

For the three and six months ended March 31, 2018, and 2017
Stated in Canadian Dollars

	2018	2017
Cash Flows from Operating Activities		
Net loss for the period	\$ (2,232,448)	\$ (1,434,608)
Items not affecting cash:		
Depreciation expense	-	18,232
Share-based compensation	334,148	135,922
	<u>(1,898,300)</u>	<u>(1,280,454)</u>
Net Changes in non-cash working capital:		
Receivables	20,798	20,337
Prepaid expenses	57,909	(158,197)
Accounts payable and accrued liabilities	(224,317)	(197,999)
	<u>(2,043,909)</u>	<u>(1,616,313)</u>
Cash Flows from Financing Activities		
Issuance of share capital	1,799,999	1,449,981
Exercise of warrants	559,814	-
Private placement costs	(45,195)	(117,333)
	<u>2,314,618</u>	<u>1,332,648</u>
Effects of Foreign Exchange	242,644	14,727
Change in Cash and Cash Equivalents	513,353	(268,938)
Cash and Cash Equivalents - Beginning of period	137,233	2,073,689
Cash and Cash Equivalents - End of period	<u>\$ 650,586</u>	<u>\$ 1,804,751</u>
Supplemental Cash Flow Information		
Interest received	<u>\$ 110</u>	<u>\$ 111</u>

The accompanying notes form an integral part of these consolidated financial statements

Plateau Energy Metals Inc.

Consolidated Statements of Cash Flows

For the three and six months ended March 31, 2018, and 2017
Stated in Canadian Dollars

1. Nature of Operations and Going Concern

Plateau Energy Metals Inc. (the "Company") is a publicly listed company incorporated under the Ontario Business Corporations Act. The Company's common shares are listed on the TSX Venture Exchange (TSX-V: PLU).

The registered address, principal address and records office of the Company is located at 141 Adelaide Street West, Suite 1200, Toronto, Ontario, M5H 3L5.

The Company is in the process of exploring and developing its mineral resource properties located in Peru. To date, the Company has not earned significant revenues and is considered to be in the exploration stage. The realization of amounts shown for resource properties is dependent upon the discovery of economically recoverable reserves, the ability of the Company to obtain the necessary financing to develop these properties, and future profitable production or proceeds of disposition from these properties.

These consolidated financial statements have been prepared on a going concern basis which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future. The Company has not generated revenue from operations. During the six months ended March 31, 2018, the Company incurred a comprehensive loss of \$1,989,005 (2017 - \$1,416,950), and as of that date, the Company had working capital of \$326,500 compared with a working capital deficit of \$332,463 as at September 30, 2017. The Company will need 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. Should the Company be unsuccessful in doing so, there is a significant doubt about the Company's ability to continue as a going concern, and therefore, a material uncertainty exists in relation to the going concern assumption.

2. Basis of Presentation

These consolidated financial statements include the accounts of the Company and its subsidiaries; Macusani Yellowcake S.A.C. ("Macusani Peru"), Exploraciones Macusani SAC ("Exploraciones Macusani") and Minergia SAC ("Minergia"). All intercompany accounts and transactions have been eliminated.

a) Statement of Compliance

The Company's condensed interim consolidated financial statements have been prepared in accordance with IAS 34, Interim Financial Reporting ("IAS 34"). The IAS 34 condensed interim consolidated financial statements do not include all of the information required for annual financial statements, and should be read in conjunction with the Company's audited consolidated financial statements for the year ended September 30, 2017, which were prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB").

The significant accounting policies (note 3) have been applied consistently to all periods. These policies are based on IFRS effective as of March 31, 2018. The Board of Directors approved the statements on May 25, 2018.

b) Basis of Measurement

The Company's consolidated financial statements have been prepared on the historical cost basis except for certain financial instruments that are measured at fair value.

c) Functional and Presentation Currency

These consolidated financial statements are presented in Canadian Dollars. The functional currency of the Company is the Canadian Dollar. The functional currency of Macusani Peru, Exploraciones Macusani and Minergia is the United States Dollar.

d) Segmental Reporting

The Company is organized into business units based on its mineral properties and has one reportable operating segment, the acquisition, and exploration and evaluation of mineral properties in Peru. As a result of all of the Company's assets being devoted to the acquisition, and exploration and evaluation of its mineral properties, the assets of the Company form a single cash generating unit.

Plateau Energy Metals Inc.

Consolidated Statements of Cash Flows

For the three and six months ended March 31, 2018, and 2017
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3. Significant Accounting Policies

The accounting policies have been applied consistently to all periods presented in these consolidated financial statements unless otherwise indicated. The same accounting policies and methods of computation have been followed in the preparation of these condensed interim consolidated financial statements as those used in the most recent audited annual financial statements and should be read in conjunction with the audited annual financial statements for the year ended September 30, 2017.

The Company has adopted the following new accounting standard, along with any consequential amendments, which did not impact the condensed interim consolidated financial statements:

IAS 7, "Statement of Cash Flows" (amended standard): effective for annual periods beginning on or after January 1, 2017

Critical Accounting Judgments and Estimation Uncertainties

The preparation of the consolidated financial statements in conformity with IFRS requires the Company's management to make critical judgments, estimates and assumptions about future events that affect the amounts reported in the consolidated financial statements and related notes to the consolidated financial statements. Actual results may differ from those estimates. Estimates and assumptions are reviewed on an ongoing basis based on historical experience and other factors that are considered to be relevant under the circumstances. Revisions to estimates are accounted for prospectively.

The Company has identified the following critical accounting policies under which significant judgments, estimates and assumptions are made and where actual results may differ from these estimates under different assumptions and conditions and may materially affect financial results or the financial position reported in future periods. Further details of the nature of these assumptions and conditions may be found in the relevant notes to the financial statements.

Critical accounting estimates relate to the following:

Exploration and Evaluation Expenditures

The Company charges all exploration and evaluation expenditures incurred prior to the establishment of technical feasibility and commercial viability of extracting mineral resources to operations as incurred. Determination of technical feasibility and commercial viability require the use of judgements, estimates and assumptions which may differ under varying conditions.

Share-based Payments

The Company measures the cost of equity-settled transactions with employees by reference to the fair value of the equity instruments at the date at which they are granted. Estimating fair value for share-based payment transactions requires determining the most appropriate valuation model, which is dependent on the terms and conditions of the grant. This estimate also requires determining the most appropriate inputs to the valuation model including the expected life of the share option, volatility and dividend yield and making assumptions about them. The assumptions and models used for estimating fair value for share-based payment transactions are disclosed in notes 8 and 9.

Future Accounting Changes

IFRS 9 "Financial Instruments" was issued in final form in July 2014 by the IASB and will replace IAS 39 "Financial Instruments: Recognition and Measurement". 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. 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. The new standard also requires a single impairment method to be used, replacing the multiple impairment methods in IAS 39. IFRS 9 also includes requirements relating to a new hedge accounting model, which represents a substantial overhaul of hedge accounting which will allow entities to better reflect their risk management activities in the financial statements. The most significant improvements apply to those that hedge non-financial risk, and so these improvements are expected to be of particular interest to non-financial institutions. IFRS 9 is effective for annual periods beginning on or after January 1, 2018, however early adoption is permitted.

Plateau Energy Metals Inc.

Consolidated Statements of Cash Flows

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IFRS 16 Leases was issued in January 2016 and replaces IAS 17 Leases. Under IAS 17, lessees were required to make a distinction between a finance lease and an operating lease. If the lease was classified as a finance lease, a lease liability was included on the statement of financial position. IFRS 16 now requires lessees to recognize a right of use asset and lease liability reflecting future lease payments for virtually all lease contracts. The right of use asset is treated similarly to other non-financial assets and depreciated accordingly. The lease liability accrues interest. The IASB has included an optional exemption for certain short term leases and leases of low value assets; however, this exemption can only be applied by lessees. Under IFRS 16, a contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. Control is conveyed where the customer has both the right to direct the identified asset's use and obtain substantially all the economic benefits from that use. IFRS 16 is effective for annual periods beginning on or after January 1, 2019 with early adoption permitted if IFRS 15, Revenue from Contracts with Customers, is also applied.

The Company has not yet completed its evaluations of the effect of adopting the above standards and amendment and the impact it may have on its consolidated financial statements.

4. Mineral Properties and Exploration Expenditures

The Company is principally engaged in exploration for uranium and lithium on its properties located in the Macusani plateau region of Peru. As at March 31, 2018, the Company, through its Peruvian subsidiaries, held a total of 149 mining concessions covering an aggregate area of approximately 91,000 hectares. The Company has allocated the various concessions to different property groups based on their geographic location for purposes of allocating annual property expenditures. Property expenditures including depreciation of exploration equipment for the six months ended March 31, 2018 and 2017 are as follows:

Exploration spend by property:

	2018	2017
Macusani - East	\$ 396,472	\$ 415,292
Macusani - West	-	-
Corachapi	114,489	87,595
Kihitian	21,229	222,760
Chimboya	-	25,249
Chacaconiza	545,254	-
	<u>\$ 1,077,444</u>	<u>\$ 750,896</u>

5. Share Capital

The Company is authorized to issue an unlimited number of common shares. The holders of common shares are entitled to receive dividends which may be declared from time to time and are entitled to one vote per share at meetings of the Company. All shares are ranked equally with regards to the Company's residual assets.

During the six months ended March 31, 2018, the Company:

The Company issued 861,306 shares upon the exercise of share purchase warrants at an exercise price of \$0.65 per share.

Issued 5,999,997 units pursuant to a private placement for cash proceeds of \$1,799,999. Each unit comprised one common share and one half warrant, each full warrant exercisable at \$0.50 for one common share for a period of 18 months. An amount of \$290,480 was allocated to warrants.

In connection with the offering, the Company, incurred professional and regulatory fees of \$45,194, and issued 183,800 finders shares with a fair value of \$68,006. Issuance costs of \$17,946 were allocated to warrants.

Plateau Energy Metals Inc.

Consolidated Statements of Cash Flows

For the three and six months ended March 31, 2018, and 2017
Stated in Canadian Dollars

During the year ended September 30, 2017, the Company:

Issued 2,500,000 common shares of the Company at a price of \$0.27 pursuant to a debt settlement agreement.

Issued 3,452,380 units pursuant to a private placement for cash proceeds of \$1,449,982. Each unit comprised one common share and one half warrant, each full warrant exercisable at \$0.65 for one common share for a period of 18 months. An amount of \$268,940 was allocated to warrants.

In connection with the offering, the Company, incurred professional and regulatory fees of \$117,333, and issued 175,854 finders warrants with a fair value of \$48,095. Each warrant entitles the holder to purchase one common share at a price of \$0.65 at any time until September 1, 2018. Issuance costs of \$21,762 were allocated to warrants.

6. Warrants

	Number of Warrants	Amount	Weighted Average Exercise Price
Balance - September 30, 2016	3,750,359	453,886	0.60
Expired	(3,750,359)	(453,886)	(0.60)
Issued for cash	1,726,190	268,940	0.65
Issued to finders	175,854	48,090	0.65
Issuance costs		(383)	
Balance - September 30, 2017	1,902,044	316,647	0.65
Exercised	(861,306)	-	0.65
Issued for cash	2,999,995	290,480	0.50
Issuance costs		(17,946)	
Balance - March 31, 2018	4,040,733	589,181	0.56

During the six months ended March 31, 2018, the Company:

Issued 2,999,995 warrants in connection with a private placement. Each warrant entitles the holder to purchase one common share at a price of \$0.50 per share at any time until May 8, 2019. The relative fair value of the warrants was estimated to be \$290,480 using the Black-Scholes pricing model using the following assumptions:

Share price	\$0.37
Expected life	18 months
Risk-free interest rate	0.75%
Expected dividend yield	Nil
Expected volatility based on the Historical volatility of the Company's shares	101%

During the year ended September 30, 2017, the Company:

Issued 1,726,190 warrants in connection with a private placement. Each warrant entitles the holder to purchase one common share at a price of \$0.65 per share at any time until September 1, 2018. The fair value of the warrants and finder warrants was estimated to be \$268,940 using the Black-Scholes pricing model using the following assumptions:

Share price	\$0.60
Expected life	18 months
Risk-free interest rate	0.25%
Expected dividend yield	Nil
Expected volatility based on the Historical volatility of the Company's shares	104%

Plateau Energy Metals Inc.

Consolidated Statements of Cash Flows

For the three and six months ended March 31, 2018, and 2017
Stated in Canadian Dollars

7. Stock Options

- a) Pursuant to the stock option plan (the "Plan") adopted by the Company, the Board of Directors may, from time to time at its discretion, allocate non-transferable options to purchase shares to directors, officers, employees and consultants of the Company, and its subsidiaries. Under the Plan, the aggregate number of shares to be issued upon the exercise of outstanding options granted thereunder may not exceed 10% of the number of issued and outstanding common shares. Expiry dates and exercise prices shall be determined by the Board of Directors. The exercise price shall not be less than the market price.

- b) During the six months ended March 31, 2018 the Company:

Issued 970,000 stock options to directors, officers, consultants and employees. The options vest as to one-third immediately and one third on each of the six and twelve month anniversaries of the grant date. Each option entitles the holder to purchase one common share at a price of \$0.96 per share at any time prior to January 9, 2023 (the "expiry date"). The fair value of the options was estimated at \$0.395 per option, for a total value of \$368,385 of which \$189,044 was expensed.

The fair value of the options was estimated at the grant date based on the Black-Scholes pricing model, using the following assumptions:

Share price	\$0.90
Expected dividend yield	Nil
Risk-free interest rate	1.25%
Expected life	5 years
Expected volatility based on the historical volatility of the Company's shares	52%

- c) During the year ended September 30, 2017, the Company:

Issued 1,380,000 stock options to directors and officers. The options vest as to one-third immediately and one third on each of the six and twelve month anniversaries of the grant date. Each option entitles the holder to purchase one common share at a price of \$0.72 per share at any time prior to April 26, 2022 (the "expiry date"). The fair value of the options was estimated at \$0.447 per option, for a total value of \$616,860 of which \$451,936 was expensed during the year.

The fair value of the options was estimated at the grant date based on the Black-Scholes pricing model, using the following assumptions:

Share price	\$0.56
Expected dividend yield	Nil
Risk-free interest rate	0.75%
Expected life	5 years
Expected volatility based on the historical volatility of the Company's shares	119%

Stock option pricing models require the input of highly subjective assumptions including the expected price volatility. Changes in the subjective input assumptions can materially affect the fair value estimate, and therefore, the existing models do not necessarily provide a reliable measure of the fair value of the Company's stock options.

Plateau Energy Metals Inc.

Consolidated Statements of Cash Flows

For the three and six months ended March 31, 2018, and 2017
Stated in Canadian Dollars

d) A summary of changes to stock options is as follows:

	Number of Options	Amount	Weighted Average Exercise Price
Balance - September 30, 2016	4,444,375	969,594	0.54
Granted prior years	-	195,716	-
Granted during year ended September 30, 2017	1,380,000	451,936	0.72
Expired	(405,000)	(341,602)	1.70
Balance - September 30, 2017	5,419,375	1,275,644	0.55
Granted prior years	-	145,104	-
Granted during current year	970,000	189,044	0.96
Expired	(238,125)	(27,730)	1.20
Balance - March 31, 2018	6,151,250	1,582,062	0.51

As at March 31, 2018, the following stock options were issued and outstanding:

Exercise Price	Number of Options			Expiry date
	Unvested	Vested	Total	
0.52	-	62,500	62,500	August 20, 2018
0.56	-	1,000,000	1,000,000	November 6, 2019
0.56	-	298,750	298,750	November 30, 2020
0.35	-	2,440,000	2,440,000	July 28, 2021
0.72	460,000	920,000	1,380,000	April 27, 2022
0.96	647,000	323,000	970,000	January 9, 2023
	1,107,000	5,044,250	6,151,250	

The weighted average exercise price of all options that had vested as at March 31, 2018 is \$0.51.

8. Related Party Disclosures

During the six months ended March 31, 2018, the Company carried out the following transactions with related parties:

	2018	2017
Directors fees	\$ 24,000	\$ 18,000
Consulting and management fees paid to directors and officers	229,441	230,196
Rent paid to a company in which an Officer of the Company is an officer	15,000	15,000
Storage rental paid to a company controlled by a director (USD)	8,400	8,400

Included in share-based compensation for the six months ended March 31, 2018 is \$215,754 (2017 - \$125,225) related to stock options granted to management and directors. As at March 31, 2018, accounts payable and accrued liabilities included \$109,755 (2017 - \$133,084) related to various related parties disclosed above.

Plateau Energy Metals Inc.

Consolidated Statements of Cash Flows

For the three and six months ended March 31, 2018, and 2017
Stated in Canadian Dollars

9. Financial Instruments

IFRS 7, Financial Instruments Disclosures, establishes a fair value hierarchy that reflects the significance of inputs used in making fair value measurements as follows:

Level 1	quoted prices 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. from derived prices)
Level 3	inputs for the asset or liability that are not based upon observable market data

Assets and liabilities are classified in their entirety based on the lowest level of input that is significant to the fair value measurement. As at March 31, 2018, the Company's cash and cash equivalents are categorized as Level 1 measurement.

Fair Values

The carrying amounts for the Company's financial instruments approximate their fair values because of the short-term nature of these items.

The Company's risk exposures and the impact on the Company's financial instruments are summarized below:

Credit risk

The Company is not exposed to any significant credit risk as at December 31, 2017. The Company's cash and cash equivalents are on deposit with a highly rated banking group in Canada.

Liquidity risk

Liquidity risk is the risk that an entity will not be able to meet its financial obligations as they come due. The Company's approach to managing and mitigating liquidity risk is to ensure that it will have sufficient liquidity to meet liabilities when due through management's use of financial forecasts and budgets. As at March 31, 2018, the Company has current assets of \$710,367 and current liabilities of \$383,867. All of the Company's current financial liabilities and receivables have contractual maturities of less than 90 days and are subject to normal trade terms. The Company's working capital is \$326,500 as at March 31, 2018.

Market risk

(i) Interest rate risk

The Company has significant cash and cash equivalents balances and does not have any interest-bearing debt. The Company's current policy is to invest its excess cash in highly liquid money market investments such as bankers' acceptance notes, treasury bills and guaranteed investment certificates. These short term money market investments are subject to interest rate fluctuations.

(ii) Foreign currency risk

The Company and its subsidiaries incur significant purchases denominated in currencies other than the presentation currency, the Canadian dollar, and are subject to foreign currency risk on assets and liabilities denominated in currencies other than the Canadian dollar. As at March 31, 2018, the Company had cash of 260,523 United States Dollars and accounts payable and accrued liabilities of 13,500 United States Dollars. As at March 31, 2018, the Company had cash of 1,178 Peruvian New Sols and accounts payable and accrued liabilities of 44,630 Peruvian New Sols. The Company does not hedge the foreign currency balances.

(iii) Price risk

The prices of metals and minerals fluctuate widely and are affected by many factors outside of the Company's control. The prices of metals and minerals and future expectation of such prices have a significant impact on the market sentiment for investment in mining and mineral exploration companies. This in turn may impact the Company's ability to raise equity financing for its long term working capital requirements.

Plateau Energy Metals Inc.

Consolidated Statements of Cash Flows

For the three and six months ended March 31, 2018, and 2017
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Sensitivity analysis

The Company's management believes the following movements are "reasonably possible" over a three month period based on their knowledge and experiences of the financial markets.

If the Canadian Dollar weakens (or strengthens) 10% against the United States Dollar with other variables held constant, the Company's net loss would decrease (or increase) by approximately \$31,828. If the Canadian Dollar weakens (or strengthens) 10% against the Peruvian New Sol with other variables held constant, the Company's net loss would increase (or decrease) by approximately \$1,017.

10. Capital Disclosures

The Company's objective when managing capital is to raise sufficient funds to execute its exploration plan. At March 31, 2018, the Company's capital consists of shareholders' equity in the amount of \$338,563

The properties in which the Company currently has an interest are in the exploration stage; as such, the Company is dependent on external financing to fund its activities. In order to carry out the planned exploration and pay for administrative costs, the Company will spend its existing working capital and raise additional amounts as needed.

The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the business. The Company does not have any externally imposed capital requirements.

There were no changes in the Company's approach to capital management during the six months ended March 31, 2018.

11. Segment Reporting

The Company is organized into business units based on its mineral properties and has one reportable operating segment, the acquisition, and exploration and evaluation of mineral properties in Peru.

12. Environmental and Constructive Obligations

The Company's mining and exploration activities are governed by Peruvian Legislative Decree No. 613. The Company is required to present environmental studies on the impact of its exploration and mining operations to the Ministry of Energy and Mines. The Company may also provide financial assistance to local communities to facilitate relationships.

To date, the Company has not incurred any significant environmental or constructive liabilities.

13. Events after the reporting date

Subsequent to March 31, 2018

- The Company closed a private placement of \$2,502,000 through the issuance of 4,169,997 units at \$0.60, each unit comprising one common share and one half of one share purchase warrant, each warrant exercisable to purchase one common share at a price of \$0.90 per share at any time for a period of 36 months. In addition the Company issued 125,100 common shares and 62,500 non-transferrable warrants having the same terms as the Warrants to qualified finders in connection with the financing.