

Société d'Exploration Minière Vior Inc.

Condensed Interim Statements of Financial Position (unaudited)

(expressed in Canadian dollars)

	As at December 31, 2013 \$	As at June 30, 2013 \$
Assets		
Current assets		
Cash and cash equivalents	2,082,624	2,195,830
Short-term investments	17,077	-
Tax credits for mining exploration and commodity taxes receivable	15,639	6,223
Other amounts receivable	55,013	141,737
Prepaid expenses	12,193	13,520
	<hr/>	<hr/>
	2,182,546	2,357,310
Investment in an associate (note 4)	811,432	1,225,148
Mining properties (note 5)	572,008	537,862
Property, plant and equipment , at cost less accumulated depreciation of \$5,644 (\$4,825 as at June 30, 2013)	5,432	6,251
	<hr/>	<hr/>
	3,571,418	4,126,571
	<hr/>	<hr/>
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities (note 6)	53,144	66,689
	<hr/>	<hr/>
Shareholders' Equity		
Share capital (note 7)	29,867,964	29,867,964
Warrants (note 8)	10,521	25,432
Stock options (note 9)	100,103	100,103
Contributed surplus	1,470,269	1,455,358
Deficit	(27,817,982)	(27,295,582)
Accumulated other comprehensive loss	(112,601)	(93,393)
	<hr/>	<hr/>
	3,518,274	4,059,882
	<hr/>	<hr/>
	3,571,418	4,126,571
	<hr/>	<hr/>

Commitments (note 13)

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

Approved by the Board of Directors

(signed) Claude St-Jacques _____, Director

(signed) Pierre St-Jacques _____, Director

Société d'Exploration Minière Vior Inc.

Condensed Interim Statements of Income (Loss) (unaudited)

(expressed in Canadian dollars)

	Three-month periods Ended		Six-month periods Ended	
	December 31,		December 31,	
	2013	2012	2013	2012
	\$	\$	\$	\$
Revenues				
Royalties	45,363	13,913	46,461	41,945
Interest	6,540	7,113	13,072	13,441
Fees	150	-	150	-
Gain on sale of an asset	-	1,000	-	1,000
	<u>52,053</u>	<u>22,026</u>	<u>59,683</u>	<u>56,386</u>
Expenses				
Salaries and fringe benefits	42,871	47,806	85,394	82,945
Professional and maintenance fees	20,914	14,800	27,266	30,103
Management fees	7,950	7,500	15,900	15,000
Rent and office expenses	14,678	16,961	26,567	30,899
Advertising and promotion	21	1,315	826	1,487
Travelling	3,064	3,468	4,156	5,429
Search for mining properties (note 10)	18,795	11,339	45,144	45,783
Interest and bank charges	240	230	490	481
Interest on convertible debentures	-	-	-	2,638
Increase in value of the debt component of convertible debentures	-	-	-	1,914
Depreciation of property, plant and equipment	410	328	819	615
Part XII.6 tax	128	73	287	332
	<u>109,071</u>	<u>103,820</u>	<u>206,849</u>	<u>217,626</u>
Loss before an investment in an associate and deferred tax	(57,018)	(81,794)	(147,166)	(161,240)
Investment in an associate (note 4)	(67,395)	(776,128)	(307,978)	(28,912)
Share of loss of an associate (note 4)	(44,068)	(71,141)	(81,632)	(114,006)
	<u>(111,463)</u>	<u>(847,269)</u>	<u>(389,610)</u>	<u>(142,918)</u>
Loss before deferred tax	(168,481)	(929,062)	(536,776)	(304,158)
Deferred tax	12,562	207,514	14,376	47,066
Net loss for the period	<u>(155,919)</u>	<u>(721,548)</u>	<u>(522,400)</u>	<u>(257,091)</u>
Per share (note 11)				
Basic net loss	<u>(0.001)</u>	<u>(0.007)</u>	<u>(0.005)</u>	<u>(0.003)</u>
Diluted net loss	<u>(0.001)</u>	<u>(0.007)</u>	<u>(0.005)</u>	<u>(0.003)</u>

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

Société d'Exploration Minière Vior Inc.

Condensed Interim Statements of Comprehensive Income (Loss) (unaudited)

(expressed in Canadian dollars)

	Three-month periods Ended December 31,		Six-month periods Ended December 31,	
	2013 \$	2012 \$	2013 \$	2012 \$
Net loss	(155,919)	(721,548)	(522,400)	(257,091)
Other comprehensive income (loss)				
Items that may be reclassified subsequently to net earnings (loss)				
Unrealized gain on available-for-sale investments, net of income tax of \$1,803	2,889	-	4,898	-
Share of other comprehensive loss of the associate	8,035	17,523	(24,106)	7,268
Reclassification of realized losses upon decrease in investment in the associate	-	5,071	-	4,652
Other comprehensive income (loss)	10,924	22,594	(19,208)	11,920
Comprehensive loss	(144,995)	(698,954)	(541,608)	(245,171)

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

Société d'Exploration Minière Vior Inc.

Condensed Interim Statements of Changes in Shareholders' Equity (unaudited)

(expressed in Canadian dollars)

	Share capital	Warrants	Stock options	Contributed surplus	Deficit	Accumulated other comprehensive loss	Total
	\$	\$	\$	\$	\$	\$	\$
Balance as at July 1, 2013	29,867,964	25,432	100,103	1,455,358	(27,295,582)	(93,393)	4,059,882
Net loss	-	-	-	-	(522,400)	-	(522,400)
Unrealized gain on available-for-sale investments net of income tax	-	-	-	-	-	4,898	4,898
Share of other comprehensive loss of the associate	-	-	-	-	-	(24,106)	(24,106)
Comprehensive loss for the period	-	-	-	-	(522,400)	(19,208)	(541,608)
Warrants matured	-	(14,911)	-	14,911	-	-	-
Balance as at December 31, 2013	29,867,964	10,521	100,103	1,470,269	(27,817,982)	(112,601)	3,518,274

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

Société d'Exploration Minière Vior Inc.

Condensed Interim Statements of Changes in Shareholders' Equity (unaudited) (continued)

(expressed in Canadian dollars)

	Share capital	Warrants	Stock options	Contributed surplus	Equity component of convertible debentures	Deficit	Accumulated other comprehensive loss	Total
	\$	\$	\$	\$	\$	\$	\$	\$
Balance as at July 1, 2012	29,532,679	25,432	182,863	1,352,159	20,439	(24,016,742)	(78,080)	7,018,750
Net loss	-	-	-	-	-	(257,091)	-	(257,091)
Share of other comprehensive income of the associate	-	-	-	-	-	-	11,920	11,920
Comprehensive loss for the period	-	-	-	-	-	(257,091)	11,920	(245,171)
Stock options matured	-	-	(56,044)	56,044	-	-	-	-
Conversion of convertible debentures	250,000	-	-	20,439	(20,439)	-	-	250,000
Issuance of shares for cash consideration	81,855	-	-	-	-	-	-	81,855
Issuance of shares for payment of interest on convertible debentures	14,918	-	-	-	-	-	-	14,918
Share issue expenses	(5,336)	-	-	-	-	-	-	(5,336)
Balance as at December 31, 2012	29,874,116	25,432	126,819	1,428,642	-	(24,273,833)	(66,160)	7,115,016

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

Société d'Exploration Minière Vior Inc.

Condensed Interim Statements of Cash Flows (unaudited)

(expressed in Canadian dollars)

	Six-month periods Ended	
	December 31,	
	2013	2012
	\$	\$
Cash flows from operating activities		
Net loss for the period	(522,400)	(257,091)
Adjustments for:		
Interest on convertible debentures	-	2,638
Increase in value of the debt component of convertible debentures	-	1,914
Depreciation of property, plant and equipment	819	615
Investment in an associate	307,978	28,912
Share of loss of an associate	81,632	114,006
Deferred tax	(14,376)	(47,066)
	<u>(146,347)</u>	<u>(156,072)</u>
Changes in items of working capital		
Tax credits for mining exploration and commodity taxes receivable	(9,103)	(13,150)
Other amounts receivable	86,724	(23,857)
Prepaid expenses	1,327	(1,834)
Accounts payable and accrued liabilities	(19,385)	(38,014)
	<u>59,563</u>	<u>(76,855)</u>
	<u>(86,784)</u>	<u>(232,927)</u>
Cash flows from financing activities		
Change in share capital issued for cash, net of share issue expenses	-	94,709
	<u>-</u>	<u>94,709</u>
Cash flows from investing activities		
Additions to mining properties and capitalized exploration costs	(51,422)	(106,487)
Option payment received	25,000	-
Additions to property, plant and equipment	-	(3,442)
	<u>(26,422)</u>	<u>(109,929)</u>
Decrease in cash and cash equivalents	(113,206)	(248,147)
Cash and cash equivalents - Beginning of period	2,195,830	2,730,754
Cash and cash equivalents - End of period	<u>2,082,624</u>	<u>2,482,607</u>
Interest received	12,990	12,240

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

Société d'Exploration Minière Vior Inc.

Condensed Interim Statements of Cash Flows (unaudited) (continued)

(expressed in Canadian dollars)

Additional information

Items not affecting cash and cash equivalents

	Six-month periods Ended	
	December 31,	
	2013	2012
	\$	\$
Related to investing activities:		
Credit on duties refundable for loss and refundable tax credit receivable for resources applied against mining properties	313	1,922
Acquisition of mining properties and exploration costs included in accounts payable and accrued liabilities	18,413	10,602
Option payment received in shares	10,376	-

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

Société d'Exploration Minière Vior Inc.

Notes to Condensed Interim Financial Statements (unaudited)

For the three-month and six-month periods ended December 31, 2013 and 2012

(expressed in Canadian dollars)

1 General information

Société d'Exploration Minière Vior Inc., (the "Company"), governed by the *Quebec Business Corporations Act*, is in the business of acquiring and exploring mining properties. It has not yet determined whether its properties contain ore reserves that are economically recoverable. The recoverability of the amounts shown for mining properties is dependent upon the existence of economically recoverable reserves, the ability of the Company to obtain necessary financing to complete the exploration and development of its properties, and upon future profitable production or proceeds from the disposal of properties.

In addition to ongoing working capital requirements, the Company must secure sufficient funding for meeting its existing commitments for exploration and development programs and general and administration costs.

Management is periodically seeking additional forms of financing through the issuance of new equity instruments, the exercise of warrants of common shares and stock options to continue its operations, and while it has been successful in doing so in the past, there can be no assurance it will be able to do so in the future. Without new funding being available, the Company may be unable to continue its operations, and amounts realized for assets may be less than amounts reflected in these financial statements.

The address of the Company's registered office is 116 St-Pierre, Suite 200, Quebec City, Quebec, Canada.

2 Basis of preparation

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 condensed interim financial statements, including IAS 34, *Interim Financial Reporting* and using the same accounting policies and methods of computation as our most recent annual financial statements except for the change in accounting policies describe in note 3. The condensed interim financial statements should be read in conjunction with the annual financial statements for the year ended June 30, 2013, which have been prepared in accordance with IFRS as issued by the IASB.

3 Changes in accounting policies

The Company has adopted the following new and revised standards, along with any consequential amendments, effective July 1, 2013. These changes were made in accordance with the applicable transitional provisions.

IAS 1, *Presentation of Financial Statements*, ("IAS 1")

The Company has adopted the amendments to IAS 1 effective July 1, 2013. These amendments required the Company to group other comprehensive income items based on whether or not they may be reclassified to net earnings in the future. These changes did not result in any adjustments to other comprehensive income (loss) or comprehensive income (loss).

IFRS 10, *Consolidated Financial Statements*, ("IFRS 10")

IFRS 10 replaces the guidance on control and consolidation in IAS 27, *Consolidated and Separate Financial Statements*, and SIC-12, *Consolidation-Special Purpose Entities*. IFRS 10 requires consolidation of an investee only if the investor possesses power over the investee, has exposure to variable returns from its involvement with the investee and has the ability to use its power over the investee to affect its returns. Detailed guidance is provided on applying the definition of control. The accounting requirements for consolidation have remained largely consistent with IAS 27. The adoption of IFRS 10 did not affect the Company's financial statements.

Société d'Exploration Minière Vior Inc.

Notes to Condensed Interim Financial Statements (unaudited)

For the three-month and six-month periods ended December 31, 2013 and 2012

(expressed in Canadian dollars)

IFRS 11, *Joint Arrangements*, ("IFRS 11")

IFRS 11 supersedes IAS 31, *Interests in joint Ventures*, and requires joint arrangements to be classified either as joint operations or joint ventures depending on the contractual rights and obligations of each investor that jointly controls the arrangement. For joint operations, a company recognizes its share of assets, liabilities, revenues and expenses of the joint operation. An investment in a joint venture is accounted for using the equity method as set in IAS 28, *Investments in Associates and Joint Ventures* ("IAS 28"). We conducted a review of our working interests and determined that the adoption of IFRS 11 did not result in any change in the accounting treatment of these working interests.

IFRS 12, *Disclosure of interests in other Entities*, ("IFRS 12")

IFRS 12 establishes disclosure requirements for interests in other entities, such as subsidiaries, joint arrangements, associates, and unconsolidated structured entities. The standard carries forward existing disclosures and also introduces significant additional disclosures that address the nature of, and risks associated with, an entity's interests in other entities. The standard includes disclosure requirements for entities covered under IFRS 10 and IFRS 11. The adoption of IFRS 12 did not affect the Company's financial statements.

IFRS 13, *Fair Value Measurement*, ("IFRS 13")

IFRS 13 provides a single framework for measuring fair value. The measurement of the fair value of an asset or liability is based on assumptions that market participants would use when pricing the asset or liability under current market conditions, including assumptions about risk. The Company adopted IFRS 13 on July 1, 2013 on a prospective basis. The adoption of IFRS 13 did not require any adjustments to the valuation techniques used by the Company to measure fair value and did not result in any measurement adjustments as at July 1, 2013.

4 Investment in an associate

	<u>As at December 31, 2013</u>	<u>As at June 30, 2013</u>
	\$	\$
Aurvista Gold Corporation, under the equity method (interest of 29.76%, 29.76% in 2013)		
Balance - Beginning of period	1,225,148	4,200,000
Gain on dilution of investment	-	784,122
Share in the net loss from April 1, 2013 to September 30, 2013 (April 1, 2012 to March 31, 2013 in 2013)	(81,632)	(42,797)
Share in other comprehensive loss	(24,106)	(15,313)
Impairment loss	(307,978)	(3,700,864)
Balance - End of period	<u>811,432</u>	<u>1,225,148</u>

On August 9, 2011, following the closing of its initial public offering and its listing on the TSX Venture Exchange, Aurvista Gold Corporation ("Aurvista") acquired the Company's residual interest in the Douay, Douay Ouest, Douay Est and Bloc Joutel properties (collectively "Douay"), except for 10% in two claims of the Douay Ouest for a consideration of 21,250,000 common shares of its share capital for a gross value of \$20,293,750 at the issuing date.

Soci t  d'Exploration Mini re Vior Inc.

Notes to Condensed Interim Financial Statements (unaudited)

For the three-month and six-month periods ended December 31, 2013 and 2012

(expressed in Canadian dollars)

As a result of this transaction, the Company held 43.8% of the issued common shares of Aurvista. Since the Company has significant influence on Aurvista, the investment was accounted for under the equity method. On the transaction date, the investment in Aurvista was recorded based on the gross proceeds from the disposal of the Douay properties, being \$20,293,750, less a discount of \$4,533,750 related to share escrow agreements. The discount was calculated using a valuation model at an average rate of 22%, based on the release period of the escrowed shares. The Company will have to issue to the intermediaries involved in the transaction 564,200 Aurvista shares over an 18-month period in settlement of selling costs of \$538,812, less a discount of \$120,375. The amount to be paid will be adjusted based on the fair value of the shares held by the Company in Aurvista at the end of each period. Selling costs of \$42,748 were also paid to a law firm. Considering the escrow discount and the selling costs, the net proceeds amounted to \$13,925,664.

As at June 30, 2013, following the issuance of 20,976,012 shares by Aurvista and a distribution by the Company of 564,200 shares of Aurvista to intermediaries involved in the transaction, the Company holds 29.76% of the issued common shares of Aurvista. No issuance or distribution of the common shares of Aurvista took place during the current year.

As at December 31, 2013 and as at June 30, 2013, the Company has determined that the fair value of its investment in Aurvista was lower than its carrying amount and subsequently recognized an impairment loss of \$307,978 (\$3,700,864 as at June 30, 2013). The investment was reduced to its recoverable amount representing the quoted market price of the Aurvista shares as at December 31, 2013 (as at June 30, 2013 in 2013) less selling costs.

Due to the non-availability of Aurvista's financial information at the time of the release of the Company's financial statements, the Company's share in the results of Aurvista as well as the financial information (assets, liabilities, revenues and net loss) of Aurvista will be accounted for and presented in the Company's next quarterly financial statements. The share in the results of Aurvista for the quarter ended September 30, 2013 is recorded in the current quarter of the Company.

Aurvista's financial information as at September 30, 2013

	\$	\$
Assets	30,396,332	Revenues
Liabilities	1,430,160	Net loss
		(148,079)

5 Mining properties

Reconciliation of mining properties

	Exploration costs	Acquisition cost		Total
		Mining properties	Claims	
	\$	\$	\$	\$
Balance as at June 30, 2013	491,981	10,994	34,887	537,862
Costs incurred	69,824	-	11	69,835
Credit on duties refundable for loss and refundable tax credit receivable for resource	(313)	-	-	(313)
Mining property under option	(34,233)	(813)	(330)	(35,376)
Balance as at December 31, 2013	527,259	10,181	34,568	572,008

On August 7, 2013, the Company entered into an agreement with Falco Pacific Resource Group Inc. ("Falco") whereby the latter has the option to acquire, over the next 18 months, a 100% interest in the Beauchastel property in consideration of the following: 175,000 shares of Falco, payments totalling \$75,000 of which \$25,000 can be exploration expenditures on the property or credits for exploration expenditures transferred from Falco's properties or any combination thereof, and \$25,000 in exploration expenditures or credits for exploration expenditures transferred from Falco's properties or any combination thereof. As at December 31, 2013, the Company received \$25,000 in cash and 50,000 shares of Falco.

Société d'Exploration Minière Vior Inc.

Notes to Condensed Interim Financial Statements (unaudited)

For the three-month and six-month periods ended December 31, 2013 and 2012

(expressed in Canadian dollars)

Detail of mining properties

	# claims	Undivided interest %	Balance as at June 30, 2013 \$	Costs incurred \$	Mining properties abandoned, impaired or written off, credit on duties refundable for loss and refundable tax credit for resources \$	Balance as at December 31, 2013 \$
Douay Ouest	5					
Acquisition costs		10	7,925	-	-	7,925
Exploration costs			14,583	-	-	14,583
			<u>22,508</u>	<u>-</u>	<u>-</u>	<u>22,508</u>
Beauchastel	34					
Acquisition costs		100	4,313	-	(1,143)	3,170
Exploration costs			128,937	284	(34,233)	94,988
			<u>133,250</u>	<u>284</u>	<u>(35,376)</u>	<u>98,158</u>
Ligneris	155					
Acquisition costs		100	29,914	11	-	29,925
Exploration costs			212,853	53,507	-	266,360
			<u>242,767</u>	<u>53,518</u>	<u>-</u>	<u>296,285</u>
Veza-Noyard	20					
Acquisition costs		100	2,093	-	-	2,093
Exploration costs			135,420	16,033	(313)	151,140
			<u>137,513</u>	<u>16,033</u>	<u>(313)</u>	<u>153,233</u>
Others	-					
Acquisition costs		-	1,824	-	-	1,824
Exploration costs			-	-	-	-
			<u>1,824</u>	<u>-</u>	<u>-</u>	<u>1,824</u>
			<u>537,862</u>	<u>69,835</u>	<u>(35,689)</u>	<u>572,008</u>

All mining properties are located in the province of Quebec.

6 Accounts payable and accrued liabilities

	As at December 31, 2013 \$	As at June 30, 2013 \$
Companies owned by directors	3,393	4,038
Suppliers	32,244	32,344
Salaries and fringe benefits	17,507	17,734
Premium related to flow-through shares	-	12,573
	<u>53,144</u>	<u>66,689</u>

Société d'Exploration Minière Vior Inc.

Notes to Condensed Interim Financial Statements (unaudited)

For the three-month and six-month periods ended December 31, 2013 and 2012

(expressed in Canadian dollars)

7 Share capital

Authorized

Unlimited number of common shares, voting and participating, without par value

Issued and fully paid

The share capital issued has varied as follows :

	Six-month period ended December 31, 2013		Year ended June 30, 2013	
	Number	\$	Number	\$
Balance - Beginning of period	105,518,721	29,867,964	98,401,361	29,532,679
Private placements	-	-	1,819,000	81,855
Conversion of convertible debentures	-	-	5,000,000	250,000
Payment of interest on convertible debentures	-	-	298,360	14,918
Share issue expenses	-	-	-	(11,488)
Balance - End of period	105,518,721	29,867,964	105,518,721	29,867,964

8 Warrants

The following table presents the warrant activity since July 1, 2012 and summarizes information about outstanding and exercisable warrants as at December 31, 2013:

	Six-month period ended December 31, 2013		Year ended June 30, 2013	
	Number	Weighted average exercise price \$	Number	Weighted average exercise price \$
Outstanding and exercisable - Beginning of period	502,400	0.11	502,400	0.11
Matured	(302,400)	0.10	-	-
Outstanding and exercisable - End of period	200,000	0.12	502,400	0.11

The 200,000 warrants at \$0.12 outstanding and exercisable as at December 31, 2013 will mature in August 2015.

Société d'Exploration Minière Vior Inc.

Notes to Condensed Interim Financial Statements (unaudited)

For the three-month and six-month periods ended December 31, 2013 and 2012

(expressed in Canadian dollars)

9 Stock options

The Company maintains a stock option plan under which certain key employees, managers, directors, consultants, service providers and investor relations service providers may be granted stock options for shares of the Company. A maximum of 9,467,312 stock options may be granted (maximum of 5% of the number of common shares outstanding in favour of key employees, managers, directors and consultants, and maximum of 2% of the number of common shares outstanding in favour of investor relations service providers).

Options granted expire after a maximum of five years following the date of grant, ten years following this date for options granted after October 31, 2010. There is no vesting period.

The following table presents the stock option activity since July 1, 2012 and summarizes information about fixed stock options outstanding and exercisable as at December 31, 2013:

	Six-month period ended December 31, 2013		Year ended June 30, 2013	
	Number	Weighted average exercise price \$	Number	Weighted average exercise price \$
Outstanding and exercisable - Beginning of period	2,210,000	0.10	3,285,000	0.11
Matured	-	-	(725,000)	0.14
Cancelled	-	-	(350,000)	0.10
Outstanding and exercisable - End of period	2,210,000	0.10	2,210,000	0.10

The following table summarizes information about stock options outstanding and exercisable as at December 31, 2013:

Exercise price	Options outstanding and exercisable Number	Weighted average remaining contractual life (years)	Weighted average exercise price \$
\$0.10	2,210,000	4.92	0.10

Société d'Exploration Minière Vior Inc.

Notes to Condensed Interim Financial Statements (unaudited)

For the three-month and six-month periods ended December 31, 2013 and 2012

(expressed in Canadian dollars)

10 Search for mining properties	Three-month periods ended		Six-month periods ended	
	December 31,		December 31,	
	2013	2012	2013	2012
	\$	\$	\$	\$
Salaries	12,751	8,700	36,155	37,524
Transport	3,633	586	4,958	4,467
Other	2,411	2,054	4,031	3,793
	18,795	11,340	45,144	45,784

11 Earnings per share

The following table presents a reconciliation between the basic weighted average number of shares outstanding and the diluted weighted average number of shares outstanding.

	Three-month periods ended		Six-month periods ended	
	December 31,		December 31,	
	2013	2012	2013	2012
Basic weighted average number of shares outstanding	105,518,721	103,917,210	105,518,721	102,449,321
Diluted weighted average number of shares outstanding	105,518,721	103,917,210	105,518,721	102,449,321

Items excluded from the calculation of diluted net loss per share because the exercise price was greater than the average quoted value of the common shares.

Stock options	2,210,000	2,660,000	2,210,000	2,660,000
Warrants	200,000	502,400	200,000	502,400

Société d'Exploration Minière Vior Inc.

Notes to Condensed Interim Financial Statements (unaudited)

For the three-month and six-month periods ended December 31, 2013 and 2012

(expressed in Canadian dollars)

12 Financial instruments and fair value measurement

a) Financial instruments

The classification of financial instruments as at december 31, 2013 and as at June 30, 2013 is summarized as follows:

	<u>As at December 31, 2013</u>				
				Carrying value	Fair value
	Available-for-sale	Loans and receivables	Financial liabilities at amortized cost	Total	Total
	\$	\$	\$	\$	\$
Financial Assets					
Cash and cash equivalents	-	2,082,624	-	2,082,624	2,082,624
Short-term investments	17,077	-	-	17,077	17,077
Other amounts receivable	-	55,013	-	55,013	55,013
	17,077	2,137,637	-	2,154,714	2,154,714
Financial Liabilities					
Accounts payable and accrued liabilities	-	-	34,788	34,788	34,788
	-	-	34,788	34,788	34,788

	<u>As at June 30, 2013</u>				
				Carrying value	Fair value
	Available-for-sale	Loans and receivables	Financial liabilities at amortized cost	Total	Total
	\$	\$	\$	\$	\$
Financial Assets					
Cash and cash equivalents	-	2,195,830	-	2,195,830	2,195,830
Other amounts receivable	-	141,737	-	141,737	141,737
	-	2,337,567	-	2,337,567	2,337,567
Financial Liabilities					
Accounts payable and accrued liabilities	-	-	42,556	42,556	42,556
	-	-	42,556	42,556	42,556

The available-for-sale assets are comprised of an investment in a public company. Other amounts receivable and accounts payable and accrued liabilities are financial instruments whose carrying value approximates their fair value due to their short-term maturity. Cash and cash equivalents is measured at fair value.

Société d'Exploration Minière Vior Inc.

Notes to Condensed Interim Financial Statements (unaudited)

For the three-month and six-month periods ended December 31, 2013 and 2012

(expressed in Canadian dollars)

b) Fair value hierarchy

Financial instruments recorded at fair value on the statement of financial position are classified using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following three levels:

Level 1 - valuation based on quoted prices observed in active markets for identical assets or liabilities.

Level 2 - valuation techniques based on inputs that are quoted prices of similar instruments in active markets; quoted prices for identical or similar instruments in markets that are not active; inputs other than quoted prices used in a valuation model that are observable for that instrument; and inputs that are derived principally from or corroborated by observable market data by correlation or other means.

Level 3 - valuation techniques with significant unobservable market inputs.

A financial instrument is classified to the lowest level of the hierarchy for which a significant input has been considered in measuring fair value.

The following table presents the financial instruments recorded at fair value in the statement of financial position as at December 31, 2013, classified using the fair value hierarchy described above:

	As at December 31, 2013
	<u>Level 2</u>
Financial liabilities	\$
Shares	<u>17,077</u>

As at June 30, 2013, no financial instruments have been recorded at fair value.

No transfer attributable to changes in the observability of market data was made among the fair value measurement hierarchy level during the six-month period ended December 31, 2013 and the year ended June 30, 2013.

c) The valuation techniques that are used to measure fair value are as follows :

The fair value of shares is established using the bid price on the most beneficial active market for these instruments that is readily available to the Company. When a bid price is not available, the Company uses the closing price of the most recent transaction on such instrument. If the instrument is on a sale period restriction, the fair value is discounted and the instrument is classified in level 2.

Other information

As at December 31, 2013, gross unrealized gains on available-for-sale securities totalled \$4,898. These gains related to common shares are mainly explained by the market price fluctuation.

Société d'Exploration Minière Vior Inc.

Notes to Condensed Interim Financial Statements (unaudited)

For the three-month and six-month periods ended December 31, 2013 and 2012

(expressed in Canadian dollars)

13 Commitments

The Company has agreed to incurring Canadian exploration expenses of \$100,045 by December 31, 2013, and transferring these tax expenditures to the subscribers of its flow-through share underwriting completed in December 2012. As at December 31, 2013, the Company has incurred the amount of \$100,045 in this regard.

The Company has a rental lease for its administrative offices with a company owned by a director. The rental lease has a term of five years beginning on November 1, 2009 and ending on October 31, 2014. Since November 1, 2013, the monthly cost is \$1,098.