EROS RESOURCES CORP.

(formerly Boss Power Corp.)

(an exploration stage enterprise)

Condensed Consolidated Interim Financial Statements

Three months ended March 31, 2016 and 2015

(Expressed in Canadian Dollars)

MANAGEMENT’S RESPONSIBILITY FOR CONSOLIDATED FINANCIAL STATEMENTS

The accompanying condensed consolidated interim financial statements of Eros Resources Corp are the responsibility of the Company’s management and are prepared in accordance with accounting principles generally accepted in Canada and reflect management’s best estimates and judgment based on information currently available.

Management has developed and maintains a system of internal controls to ensure that the Company’s assets are safeguarded, transactions are authorized and properly recorded, and financial information is reliable.

The Board of Directors is responsible for ensuring management fulfills its responsibilities for financial reporting and internal controls through an audit committee, which is comprised primarily of non-management directors. The Audit Committee reviews the consolidated financial statements prior to their submission to the Board of Directors for approval.

“Ronald K. Netolitzky”

Ronald K. Netolitzky
President CEO

“Karen A. Allan”

Karen A. Allan
Chief Financial Officer

Vancouver, British Columbia
May 27, 2016

EROS RESOURCES CORP.
(formerly Boss Power Corp.)
(an exploration stage enterprise)
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION
(unaudited - expressed in Canadian dollars)

	Note	**March 31, 2016**	December 31, 2015
Assets			
Current			
Cash and cash equivalents		**$ 7,112,272**	$ 7,421,443
Accounts receivable		**52,439**	47,127
Prepaid expenses		**55,494**	76,506
Promissory notes receivable	10	**141,273**	141,273
		7,361,478	7,686,349
Marketable securities	6	**1,809,492**	1,445,121
Loan to Skeena Resources Limited	7	**1,500,000**	1,500,000
Reclamation bonds		**26,179**	26,179
Exploration and evaluation interests	8	**5,549,078**	5,263,234
Equipment		**15,629**	16,451
		$ 16,261,856	$ 15,937,334
Liabilities			
Current			
Accounts payable and accrued liabilities		**$ 160,708**	$ 147,539
Deferred income tax		**3,738,735**	3,738,735
		3,899,443	3,886,274
Shareholders' Equity			
Capital stock	9	**71,370,577**	71,370,577
Contributed surplus	9	**697,544**	697,544
Accumulated other comprehensive income (loss)		**403,153**	(86,924)
Deficit		**(60,108,861)**	(59,930,137)
		12,362,413	12,051,060
		$ 16,261,856	$ 15,937,334
Subsequent event note	13		

On behalf of the Board:

"Tom MacNeill" Director — *"Don Siemens"* Director
Tom MacNeill — Don Siemens

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

EROS RESOURCES CORP.
(formerly Boss Power Corp.)
(an exploration stage enterprise)
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
(unaudited - expressed in Canadian dollars)

	Capital Stock					
	Shares	**Amount**	**Contributed Surplus**	**Deficit**	**Accumulated Other Comprehensive Income (Loss)**	**Total Shareholders' Equity**
Balance at December 31, 2014	26,564,723	$ 69,669,375	$ 1,656,936	$ (60,642,752)	$ 68,733	$ 10,752,292
Fair value adjustment of exercised options	-	-	(6,031)	6,031	-	-
Share-based payments	-	-	144,775	-	-	144,775
Items of comprehensive loss	-	-	-	-	(475,053)	(475,053)
Net loss for the three months	-	-	-	(1,711,356)	-	(1,711,356)
Balance at March 31, 2015	26,564,723	69,669,375	1,795,680	(62,348,077)	(406,320)	8,710,658
Balance at December 31, 2015	41,866,354	71,370,577	697,544	(59,930,137)	(86,924)	12,051,060
Items of comprehensive loss	-	-	-	-	490,077	490,077
Net loss for the three months	-	-	-	(178,724)	-	(178,724)
Balance at March 31, 2016	41,866,354	$ 71,370,577	$ 697,544	$ (60,108,861)	$ 403,153	$ 12,362,413

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

EROS RESOURCES CORP.
(formerly Boss Power Corp.)
(an exploration stage enterprise)
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF OPERATIONS AND COMPREHENSIVE LOSS
(unaudited - expressed in Canadian dollars)

			For the three months ended March 31		
	Note		**2016**		**2015**
Expenses					
Consulting fees	10	**$**	**21,420**	$	57,702
Amortization			**823**		1,565
Investor relations			**10,500**		25,024
Professional fees			**3,142**		177,838
Office and administration			**13,253**		61,498
Property research			**1,353**		136
Share-based payment	9		**-**		144,775
Transfer agent and listing fees			**7,501**		25,360
Wages			**12,316**		15,420
Travel			**1,493**		11,846
			(71,801)		(521,164)
Interest income			**13,912**		5,945
Equity loss on investment			**-**		(116,468)
Gain on sale of marketable securities			**37,763**		-
Loss on divisive reorganization			**-**		(604,616)
Write-off of exploration and evaluation assets			**(1,000)**		-
Loss on foreign exchange			**(157,598)**		-
Net loss for the period			**(178,724)**		(1,236,303)
Items of comprehensive income (loss)					
Unrealized gain (loss) on marketable securities			**490,077**		(475,053)
Total comprehensive income (loss)			**490,077**		(475,053)
Net loss and comprehensive loss for the period		**$**	**311,353**	$	(1,711,356)
Basic and diluted loss per share		**$**	**(0.00)**	$	(0.03)
Weighted average number of common shares outstanding			**41,866,354**		35,419,749

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

EROS RESOURCES CORP.
(formerly Boss Power Corp.)
(an exploration stage enterprise)
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS
(unaudited - expressed in Canadian dollars)

	For the three months ended March 31	
	2016	**2015**
Cash from operating activities		
Net loss	**$ (178,724)**	$ (1,236,303)
Add back non-cash items:		
Share-based compensation	**-**	144,775
Amortization	**823**	1,565
Equity loss on investment	**-**	116,468
Gain on sale of marketable securities	**(37,763)**	-
Loss on reorganization	**-**	604,616
Write-off of exploration assets	**1,000**	-
Gain on foreign exchange	**(157,598)**	-
Net changes in non-cash working capital items:		
Accounts receivable	**(5,312)**	(17,083)
Prepaid expenses	**21,012**	(3,739)
Accounts payable and accrued liabilities	**13,169**	306,146
Cash used in operating activities	**(343,393)**	(83,555)
Investing activities		
Acquisition of marketable securities	**(85,194)**	-
Proceeds on sale of marketable securities	**248,663**	-
Deposits	**-**	(200,000)
Investment Boss Power	**-**	13,695,671
Evaluation and exploration expenditures	**(129,246)**	(6,224)
Cash provided by (used in) investing activities	**34,223**	13,489,447
Increase (decrease) in cash during the period	**(309,171)**	13,405,892
Cash and cash equivalents, beginning of the period	**7,421,443**	80,116
Cash and cash equivalents, end of the period	**$ 7,112,272**	$ 13,486,008
Cash and cash equivalents consist of:		
Cash, Canadian equivalent (includes US$1,846,033 - 2016)	**$ 2,712,272**	$ 12,786,009
Short-term deposits	**4,400,000**	700,000
	$ 7,112,272	$ 13,486,009
Supplemental Cash Flow Information		
Interest received	**$ 3,929**	$ 5,945

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

1. NATURE OF OPERATIONS

Eros Resources Corp.'s ("Eros" or the "Company") principal business activities include the acquisition, exploration and development of mineral resource properties in North America. The Company's corporate office is located at Suite 650, 1021 West Hastings Street, Vancouver, British Columbia V6E 0C3. Eros is a Tier 1 company on the TSX Venture Exchange ("TSX-V").

On July 19, 2015 Boss Power Corp. ("Boss") and Anthem Resources Incorporated ("Anthem") obtained shareholder approval of a transaction pursuant to which Boss acquired all of the issued and outstanding common shares of Anthem at a share exchange ratio of 0.75 of a common share of Eros for each common share of Anthem. Upon completion of the transaction, Boss changed its name to Eros Resources Corp.

This transaction was accounted for as a reverse takeover as the control of the Company was acquired by the former shareholders of Anthem. Although legally, Eros Resources Corp. is regarded as the legal parent, Anthem, whose shareholders now hold more than 50% of the voting shares of the Company, is treated as the acquirer under International Financial Reporting Standards ("IFRS"). Anthem, prior to this transaction owned 64.8% of Eros, and as a result of the transaction, Anthem's share capital has been restructured.

These condensed consolidated interim financial statements have been prepared on a going concern basis in accordance with IFRS with the assumption that the Company will be able to realize its assets and discharge its liabilities in the normal course of business.

The Company's continuing operations, as intended, are dependent upon its ability to identify, evaluate and negotiate an acquisition of or participation in an interest in properties, assets or businesses.

The business of mining and exploring for minerals involves a high degree of risk and there can be no assurance that current exploration programs will result in profitable mining operations. The recoverability of the carrying value of exploration and evaluation assets and the Company's ability to continue as a going concern is dependent upon the preservation of its interest in the underlying properties, the discovery of economically recoverable reserves, the achievement of profitable operations or the ability of the Company to raise alternative financing.

2. SIGNIFICANT ACCOUNTING POLICIES

Statement of Compliance

The consolidated financial statements of the Company, including its subsidiaries, have been prepared in accordance with IFRS, as issued by the International Accounting Standards Board ("IASB"). These condensed consolidated interim financial statements are presented in Canadian dollars and have been prepared using the accounting policies as set out in the audited annual financial statements for the year ended December 31, 2015. The disclosures which follow do not include all disclosures required for the annual financial statements. These condensed consolidated interim financial statements should be read in conjunction with the audited consolidated financial statements and notes for the year ended December 31, 2015.

The unaudited condensed consolidated interim financial statements of Eros Resources Corp. for the three months ended March 31, 2016 were reviewed by the Audit Committee and approved and authorized for issue by the Board of Directors on May 27, 2016.

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

Basis of consolidation

The consolidated financial statements include the accounts of the Company and its wholly owned subsidiaries, Blizzard Uranium Corp. ("Blizzard Uranium"), a company incorporated in British Columbia, Anthem, a company incorporated in British Columbia, and Bell Mountain Exploration Corp. ("Bell Mountain"), a company incorporated in Nevada, USA.

3. NEW STANDARDS, AMENDMENTS AND INTERPREATATIONS NOT YET EFFECTIVE

The following new standards, and amendments to standards and interpretations, were not yet effective for the three months ended March 31, 2016, and have not been applied in preparing these consolidated financial statements.

Accounting standards issued and effective January 1, 2018

A finalized version of IFRS 9 *Financial Instruments*, which contains accounting requirements for financial instruments, replaces IAS 39 *Financial Instruments: Recognition and Measurement*. The standard contains requirements in classification and measurement, impairment of financial assets, hedge accounting and derecognition of financial assets and liabilities carried forward from IAS 39. The Company is in the process of determining the impact of IFRS 9 on its financial statements.

4. INVESTMENT AND REVERSE TAKEOVER

As at December 31, 2014, Anthem held 27,250,000 (34.74%) common shares of Boss. The investment was accounted for using the equity method. The primary asset of Boss was the Blizzard Uranium Project, comprised of the Blizzard claim and certain surrounding mineral claims.

Due to the April 24, 2008 British Columbia government moratorium on uranium exploration and development, which constructively halted the development of the Blizzard Uranium Project, Boss wrote-down the investment.

Eros recorded net loss and comprehensive loss for the year ended December 31, 2014 of $19,927,715. Anthem recorded $6,921,961 as its share of net income and comprehensive income for the year ended December 31, 2014. Anthem recognized a dilution loss of $17,301 for the year ended December 31, 2014. This amount has been included as part of the Company's share of equity income on the consolidated statement of operations and comprehensive loss.

On January 19, 2015, Eros shareholders voted in favour of a divisive arrangement, which has resulted in Anthem holding 64.8% (2014 - 34.74%) of Eros common shares.

Effective January 23, 2015, Eros completed a divisive reorganization by way of statutory arrangement pursuant to sections 288 to 299 of the *Business Corporations Act* (British Columbia). Shareholder and final court approval were obtained on January 19, 2015 and January 22, 2015, respectively.

(expressed in Canadian dollars)

4. INVESTMENT AND REVERSE TAKEOVER (continued)

As a result, Morning Star Resources Ltd., Magic Dragon Ventures Ltd. and Anthony Beruschi (collectively, the "Beruschi Parties"), as well as certain holders of common shares of Eros that validly elected to exchange their Eros common shares for common shares of Blizzard Finance Corp. ("Newco"), a British Columbia corporation incorporated in order to facilitate the Arrangement. Those shareholders that elected, represented, in aggregate, 34,423,717 Eros shares out of a total capital stock of 78,450,348 Eros shares. As a result, the balance of the settlement proceeds held in trust, as previously discussed in a press release of Eros dated June 2, 2014, were distributed as follows: (i) $11,084,436 to Newco, (ii) $23,191 to Anthony Beruschi, and (iii) $13,199,546 to Eros. The complete arrangement is described in Eros' Management Information Circular dated December 18, 2014.

As a result of the arrangement, Anthem was a majority shareholder of Eros and the largest shareholder with 64.8% of the issued and outstanding voting common shares. Both net assets of Eros' and Anthem's percentage interest in those assets changed.

	Percentage of Ownership		Amount
Carrying value prior to divisive reorganization	34.74%	$	6,904,660
Fair value after divisive reorganization	64.80%	$	7,072,949
Gain on re-measurement of equity investment		$	**168,289**
:Anthem's portion of net assets of Eros, as at January 23, 2015		$	7,072,949
Amount owned by Anthem after cash paid on divisive reorganization		$	6,010,355
Loss on divisive reorganization		$	**1,062,594**
Net loss on divisive reorganization		$	**894,305**

As a result of the change in ownership, Anthem recognizes its investment in Eros as a subsidiary, together with a non-controlling interest, representing the percentage of Eros owned by others. The initial recognition as a subsidiary, Anthem measured carrying values as follows:

Fair value of interest prior to gaining control	$	6,010,355
Fair value of non-controlling interest		3,264,878
Net assets of Eros		(9,275,233)
	$	**-**

The net assets and liabilities acquired of Eros are as follows.

Cash	$	13,984,386
Accounts receivable		37,841
Prepaid expenses		13,118
Accounts payable and accrued liabilities		(318,595)
Deferred income tax		(4,441,517)
Net assets acquired	$	9,275,233

(expressed in Canadian dollars)

4. INVESTMENT AND REVERSE TAKEOVER (continued)

On July 19, 2015, shareholders voted in favour of acquiring all of Anthem's common shares at a share exchange ratio of 0.75 Eros commons shares for one Anthem share. The 27,250,000 common shares of Eros held by Anthem were cancelled as a result of the transaction. In accordance with the terms and conditions of the arrangement, 3,725,000 outstanding Eros options were surrendered and cancelled. Anthem's outstanding options were converted at the 0.75 exchange ratio. Because the transaction resulted in a change of control of the Company, the transaction is considered a purchase of the Company's operations by Anthem and is accounted for as a reverse takeover. As Anthem is deemed to be the acquirer for accounting purposes, its assets and liabilities and operations since incorporation are included in the consolidated financial statements at their historical carrying value. Accordingly, the Company's historical results of operations are ignored and the Company's current results of operations are included in the consolidated financial statements of the Company from the date of the reverse takeover onwards.

For the purposes of accounting for the reverse takeover, the percentage of ownership of the Company in the combined Company upon completion of the reverse takeover was determined to be 35.3% (which represents 14,776,631 common shares out of the total 41,866,354 outstanding upon closing).

All figures as to the numbers of common shares, as well as loss per share in these consolidated financial statements have been retroactively restated to reflect the legal capital of Eros at an exchange ratio of 1 Anthem ordinary share to 0.75 common shares of Eros.

The acquisition of the Company by Anthem was accounted for as a share-based payment. The fair value of the shares issued was $2,111,744 based on the estimated fair value of the shares. The excess of the fair value of net assets acquired over the purchase price was recognized in accumulated deficit.

5. RISK MANAGEMENT AND FINANCIAL INSTRUMENTS

The Company has classified its financial assets as follows:

	March 31, 2016			**December 31, 2015**		
Financial assets	Loans and receivables	FVTPL	Available-for-sale	Loans and receivables	FVTPL	Available-for-sale
Cash and cash equivalents	$ -	$ 7,112,272	$ -	$ -	$ 7,421,443	$ -
Marketable securities	-	332,945	1,476,546	-	332,945	1,112,176
Accounts receivables	52,439	-	-	47,127	-	47,127
Promissory note receivables	141,273	-	-	141,273	-	141,273
Loan to Skeena	1,500,000	-	-	1,500,000	-	1,500,000
	$ 1,693,712	$ 7,445,217	$ 1,476,546	$ 1,688,400	$ 1,112,176	$ 1,680,400

(expressed in Canadian dollars)

5. RISK MANAGEMENT AND FINANCIAL INSTRUMENTS (continued)

FVTPL and AFS assets are carried at fair value and loans and receivables are carried at amortized costs as at March 31, 2016 and December 31, 2015. The Company classifies its only financial liability, accounts payable and accrued liabilities, as other financial liabilities and carries it at amortized cost. The fair value of accounts receivable, promissory notes receivable, loan to Skeena Resources Limited ("Skeena") and accounts payable approximate to their fair value.

March 31, 2016	**Level 1**	**Level 2**	**Level 3**	**Total**
Financial assets				
Marketable securities	$ 1,476,546	$ 332,945	$ -	$ 1,809,491

December 31, 2015	**Level 1**	**Level 2**	**Level 3**	**Total**
Financial assets				
Marketable securities	$ 1,112,176	$ 332,945	$ -	$ 1,445,121

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

Credit risk

The Company's financial assets that are exposed to credit risk is cash and cash equivalents, accounts receivables, promissory note receivable and loan to Skeena.

The Company holds cash at a major Canadian financial institution in accordance with the Company's investment policy. Management considers credit risk on cash to be low because the counterparties are highly rated Canadian banks.

Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in satisfying financial obligations as they become due. The Company's approach to managing liquidity risk is to provide reasonable assurance that it has sufficient capital to meet short-term financial obligations after taking into account its exploration obligations and cash on hand. All of the Company's financial liabilities have contractual maturities of less than 30 days and are subject to normal trade terms.

Market risk

Market risk consists of interest rate risk, foreign currency risk and other price risk. Market risk to which the Company is exposed is as follows:

Interest rate risk

Interest rate risk consists of two components:

(i) To the extent that payments made or received on the Company's monetary assets and liabilities are affected by changes in the prevailing market interest rates, the Company is exposed to interest rate cash flow risk.
(ii) To the extent that changes in prevailing market rates differ from the interest rate in the Company's monetary assets and liabilities, the Company is exposed to interest rate price risk.

The Company is not exposed to significant interest rate risk.

(expressed in Canadian dollars)

5. RISK MANAGEMENT AND FINANCIAL INSTRUMENTS (continued)

Market risk (continued)

Foreign currency risk

The Company is exposed to financial risk related to the fluctuation of foreign exchange rates. A significant change in the exchange rate between the Canadian dollar relative to the US dollar could have an effect on the Company's future results of operations, financial position or cash flows. The Company has not hedged its exposure to currency fluctuations. As at March 31, 2016 and December 31, 2015, the Company is exposed to currency risk through the following financial asset denominated in currency other than Canadian dollars:

	March 31, 2016		December 31, 2015	
	US $	CDN $	US $	CDN $
Cash	1,846,033	4,714,829	1,533,990	5,298,400
Accounts payable	59,671	32,596	51,361	96,178

Based on the above, assuming all other variables remain constant, an 11.6% weakening or strengthening of the Canadian dollar against the US dollar would not have a material effect on the Company's comprehensive income (loss).

Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market prices, other than those arising from interest rate risk or foreign currency risk. The Company's marketable securities are carried at market value and are therefore directly affected by fluctuations in the market value of the underlying securities. The Company's sensitivity analysis suggests a 10% change in the market price would not have material effect on comprehensive income (loss).

6. MARKETABLE SECURITIES

	March 31, 2016			
Company	Number of common shares	Available-for-sale securities	Other	Available-for-sale securities and other
Skeena Resources Limited	7,734,111	$ 624,759	$ -	$ 624,759
Skeena Resources Limited warrants	384,000	-	-	-
Tarku Resources Ltd.	2,000,000	30,000	-	30,000
Golden Band Resources Inc.	7,441,000	-	-	-
Jack's Fork Exploration Inc.	1,750,000	-	-	-
Nickel North Exploration Corp.	10,933,707	109,337	-	109,337
Westcore Energy Corp.	10,000,000	150,000	-	150,000
Westcore Energy Corp. warrants	10,000,000	-	82,945	82,945
Forum Uranium Corp.	10,000	1,450	-	1,450
Harte Gold Corp.	3,000,000	540,000	-	540,000
Snip Gold Resources Ltd.	262,500	21,000	-	21,000
Canamex Resources Corp. convertible debentures	5,000,000	-	250,000	250,000
		$ 1,476,546	$ 332,945	$ 1,809,491

(expressed in Canadian dollars)

6. MARKETABLE SECURITIES (Continued)

	December 31, 2015			
Company	Number of common shares	Available-for-sale securities	Other	Available-for-sale securities and other
Skeena Resources Limited	7,055,111	$ 423,307	$ -	$ 423,307
Skeena Resources Limited warrants	384,000	-	-	-
Tarku Resources Ltd.	2,000,000	60,000	-	60,000
Golden Band Resources Inc.	7,441,000	-	-	-
Jack's Fork Exploration Inc.	1,750,000	-	-	-
Nickel North Exploration Corp.	10,933,707	54,669	-	54,669
Westcore Energy Corp.	10,000,000	200,000	-	200,000
Westcore Energy Corp. warrants	10,000,000	-	82,945	82,945
Forum Uranium Corp.	10,000	700	-	700
Harte Gold Corp.	4,150,000	373,500	-	373,500
Canamex Resources Corp. convertible debentures	5,000,000	-	250,000	250,000
		$ 1,112,176	$ 332,945	$ 1,445,121

	March 31, 2016	December 31, 2015
AFS securities at fair value	$ 1,476,546	$ 1,112,176
AFS securities held in escrow	-	-
Held-for-trading securities at fair value	332,945	332,945
	$ 1,809,491	$ 1,445,121

The fair value of shares is determined by reference to closing prices on a stock exchange. The fair value of warrants is determined using the Black-Scholes option pricing model.

The Company paid $250,000 for a Canamex 10% interest-bearing secured convertible debenture maturing November 6, 2016.

7. LOAN RECEIVABLE FROM SKEENA RESOURCES LIMITED

In April 2015, the Company entered into an arrangement with Skeena with exclusivity terms and a conversion option to invest $1,500,000 in Skeena. The funds are exclusively for exploration activities that qualify as eligible Canadian Exploration Expenditures ("CEE"). Upon completion of the earn-in the parties shall have 30 days to negotiate a joint venture agreement, whereby Skeena will continue to be the operator and the Company would contribute its proportionate share of funding to maintain its 8.7% interest in the property. If the Company and Skeena are unable to negotiate an agreement the demand loan may be converted to 25,000,000 common shares of Skeena, subject to regulatory approval. Subsequently, on April 21, 2016, the Company received 25,000,000 common shares of Skeena.

(expressed in Canadian dollars)

8. EXPLORATION AND EVALUATION INTERESTS

The exploration and evaluation assets paid to March 31, 2016 have been capitalized as follows:

	Saskatch-ewan	British Columbia	Quebec	Labrador/ Newfound-land	Nevada	**Total**
Balance at December 31, 2015	$ 3,212,756	$ -	$ 24,565	$ 1	$ 2,025,912	$ 5,263,234
Additions						
Acquisition costs	-	6,500	-	-	134,627	141,127
Geology/geophysics	-	-	-	-	11,347	11,347
Field support	-	-	-	-	26,599	26,599
Analyses, assays	-	-	-	-	45,674	45,674
Environmental and socioeconomic	-	-	-	-	61,097	61,097
	-	6,500	-	-	279,344	285,844
Balance at March 31, 2016	$ 3,212,756	$ 6,500	$ 24,565	$ 1	$ 2,305,256	$ 5,549,078

Realization of exploration and evaluation assets

The investment in and expenditures on exploration and evaluation assets comprise a significant portion of the Company's assets. Realization of the Company's investment in these assets is dependent upon the establishment of legal ownership, the attainment of successful production from the properties or from the proceeds of their disposal.

Mineral exploration and development is highly speculative and involves inherent risks. While the rewards if an ore body is discovered can be substantial, few properties that are explored are ultimately developed into producing mines. There can be no assurance that current exploration programs will result in the discovery of economically viable quantities of ore. The amounts shown for acquisition costs and deferred exploration expenditures represent costs incurred to date and do not necessarily reflect present or future values. These costs will be depleted over the useful lives of the properties upon commencement of commercial production or written off if the properties are abandoned or if the claims are allowed to lapse.

Title to exploration and evaluation interests

Title to exploration and evaluation assets involves certain inherent risks due to the difficulties of determining the validity of certain claims as well as the potential for problems arising from the frequently ambiguous conveyance history of many mineral properties. The Company has investigated title to its mineral property interests in accordance with industry standards for the current stage of exploration of such properties, and, to the best of its knowledge, title to its properties are in good standing; however, these procedures do not guarantee the Company's title. Property title may be subject to unregistered prior agreements or transfers and title may be affected by undetected defects.

8. EXPLORATION AND EVALUATION INTERESTS (continued)

Environmental

The Company is subject to the laws and regulations relating to environmental matters in all jurisdictions in which it operates, including provisions relating to property reclamation, discharge of hazardous material and other matters. The Company may also be held liable should environmental problems be discovered that were caused by former owners and operators of its properties and properties in which it has previously had an interest.

The Company conducts its mineral exploration activities in compliance with applicable environmental protection legislation. The Company is not aware of any existing environmental problems related to any of its current or former properties that may result in material liability to the Company.

Environmental legislation is becoming increasingly stringent and costs and expenses of regulatory compliance are increasing. The impact of new and future environmental legislation on the Company's operations may cause additional expenses and restrictions. If the restrictions adversely affect the scope of exploration and development on the mineral properties, the potential for production on the properties may be diminished or negated.

Nevada

Bell Mountain Property

On April 24, 2015, the Company completed a transaction to acquire a position in an option to earn the title and interest to the Bell Mountain property for $650,000 cash. On June 15, 2015, Eros met the conditions of the underlying option agreement with Globex Mining Enterprises Inc. ("Globex") to earn a 100% title to the Bell Mountain property. An Advanced Royalty Payment of $20,000 is due annually beginning June 15, 2016 until such time as there is production from the property.

Eastgate Property

On May 25, 2015, the Company acquired a 30% interest in the Eastgate property in two transactions totalling US$450,000. The Company will have up to one year to make a second payment of US$200,000 to increase its property interest to 45%. The property is in close proximity to Bell Mountain.

British Columbia

KET and REN claims

The Company holds a 100% interest in the Ket and Ren claims in southern British Columbia. Acquired for their uranium potential, these claims have been inactive since the B.C. Government's announcement in April 2008 and the March 2009 Order in Council regarding a ban on uranium and thorium exploration and development. The Company regards this as an expropriation of an asset. At the request of the Company, the Chief Gold Commissioner issued a Protection Order on the claims to allow them to remain in good standing and protect them from forfeiture. The Company is seeking damages and filed a notice of civil claim in B.C. Supreme Court on February 21, 2014. The Province filed a response to civil claim on November 4, 2014. A court date has not been set.

8. EXPLORATION AND EVALUATION INTERESTS (continued)

Saskatchewan

Hatchet Lake and Murphy Lake Joint Ventures

The Company has an interest in two joint venture properties with Denison Mines Corp. ("Denison") as operator, located on the Wollaston Trend at the northeast margin of the Athabasca Basin. The Company elected not to contribute to either program for 2015. Program expenditures for 2015 have not been released to the joint venture. At the end of 2014, the Company held a 41.9% and 41.06% interest in the joint ventures respectively. The estimated dilution at the end of 2015 is expected to bring Eros to a 36% joint venture interest for Hatchet Lake, and 31% for Murphy Lake.

Athabasca Basin – Northern area

The Company had a 100% interest in six claim groups in the northern part of the Athabasca Basin of Saskatchewan. Some of the claims are subject to a non-participating, non-voting, carried 0.5% net smelter return ("NSR"). On February 19, 2014, the Company sold the Fir Island property to Forum Uranium Corp. ("Forum") for 300,000 common shares of Forum and a 1.5% NSR with a 1% buyback provision for $1,000,000 at a deemed price of $129,000 and a loss of $330,376. On June 25, 2014, the Company sold the Fond du lac property to Lakeland Resources Ltd. ("Lakeland") for 200,000 common shares of Lakeland at a deemed price of $24,000 and a loss of $523,284. During the year ended December 31, 2014, due primarily to the Company allowing certain Athabasca claims to lapse with a resulting impairment, the Company wrote down the Athabasca claims for a further $3,333,539.

Wollaston Trend

The Company has a 2% NSR interest on 44 claims of uranium exploration lands along the Wollaston Trend underlying the southeast margin of the Athabasca Formation. Denison retains the right to purchase one-half of the NSR at any time for $1,000,000.

Athabasca Basin – Uranium

The Company has a 100% interest in six claim groups in the Athabasca Northern Basin of Saskatchewan. Some of the claims are subject to a non-participating, non-voting, carried 0.5% NSR.

Karpinka Joint Venture – Uranium

On May 11, 2009, the Company formed a 50:50 joint venture with Forum, the operator, to re-stake the Company's former Karpinka Lake property near the south margin of the Athabasca Basin. During the year ended December 31, 2014, the Company sold the Karpinka property for 10,000 Forum common shares.

Webb River – Uranium

The Company held a 100% interest in the Webb River property on the southeast margin of the basin. The claims were allowed to lapse during the year ended December 31, 2015, and exploration and evaluation costs of $293,702 were written off.

(expressed in Canadian dollars)

8. EXPLORATION AND EVALUATION INTERESTS (continued)

Quebec

Otish Mountains

Pursuant to a plan of arrangement in September 2012, the Otish Mountains property was exchanged for a promissory note for $3,900,000 secured by the shares of Otish Minerals Ltd. ("Otish"), which owns the claims in the Otish Mountains. With the moratorium on uranium development in Quebec, the purchaser of the Otish property wrote it down to $nil. As a result, the Company impaired the promissory note for the full amount including the accrued interest. In January 2015, the Otish property was returned in good standing for cancellation of the promissory note.

Chateau Fort Gold

After option payments of $15,000 cash and 2,000,000 Tarku Resources Ltd. shares, the net amount of $126,340 in exploration and evaluation assets was transferred to recovery of exploration and evaluation assets. This amount included a write-off of the remaining balance of $28,660. Cash and share issues due March 31, 2016 are in arrears. Negotiations are underway to settle the promissory note (Note 10) and remaining option terms.

9. SHARE CAPITAL AND CONTRIBUTED SURPLUS

Authorized

Unlimited number of common shares without par value

Stock options

The Company has a stock option plan under which it is authorized to grant options to executive officers, directors, employees and consultants. Pursuant to the policies of the TSX-V, the Company is authorized to grant options to acquire up to 10% of its issued and outstanding common shares. The exercise price of each option granted under the plan is equal to the market price of the Company's shares determined on the date of each grant. The maximum term of each option is five years.

Share-based payment

Stock option transactions are summarized as follows:

	Stock Options	
	Number	Weighted Average Exercise Price
Outstanding, December 31, 2014	2,500,001	$ 1.0133
Exercised	(525,000)	($ 0.1333)
Granted	1,275,000	$0.1733
Forfeited	(887,501)	($0.88)
Outstanding, December 31, 2015	2,362,500	$ 0.157
Outstanding, March 31, 2016	2,362,500	$0.157
Number currently exercisable	2,362,500	$0.157

(expressed in Canadian dollars)

9. SHARE CAPITAL AND CONTRIBUTED SURPLUS (continued)

On July 19, 2015, all issued and outstanding incentive stock options were cancelled and Anthem stock options were converted at a ratio of 0.75 on the following basis, and as at March 31, 2016, stock options were outstanding as follows:

Grant date	Number of Shares	Exercise Price	Expiry Date
March 10, 2014	862,500	$0.133	March 10, 2019
May 22, 2014	225,000	$0.160	May 22, 2019
June 3, 2015	375,000	$0.1733	June 3, 2020
June 5, 2015	900,000	$0.1733	June 5, 2020
	2,362,500		

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 the following weighted average assumptions were used in the calculation of fair value of granted options:

	March 31, 2016	**December 31, 2015**
Stock price	$nil	$0.13
Exercise price	$nil	$0.13
Expected life	nil	5 years
Annualized volatility	nil	137%
Dividend rate	nil	0%
Risk-free interest rate	nil	1.02%

10. RELATED PARTY TRANSACTIONS AND BALANCES

Key management compensation

Key management personnel at the Company are the directors and officers of the Company. The remuneration of key management personnel during the three months ended March 31, 2016 and 2015 was as follows:

	Three months ended March 31,	
	2016	**2015**
Short-term benefits [1]	**$ 21,420**	$ 57,702

[1] Short-term benefits consist exclusively of salaries, bonuses, health benefits and consulting fees for key management personnel.

10. RELATED PARTY TRANSACTIONS AND BALANCES (continued)

Arrangement

In June 2015, the Company entered into a letter of intent with Skeena Resources Limited. ("Skeena") to earn an 8.7% interest in the Spectrum property by funding $1,500,000 exclusively o for exploration activities that qualify as eligible Canadian Exploration Expenditures ("CEE") within the 2015 calendar year. Upon completion of the earn-in the parties shall have 30 days to negotiate a joint venture agreement, whereby Skeena will continue to be the operator and the Company would contribute its proportionate share of funding to maintain its 8.7% interest in the property. If the Company and Skeena are unable to negotiate an agreement the demand loan may be converted to 25,000,000 common shares of the Company, subject to regulatory approval (Note 13).

11. PROMISSORY NOTES RECEIVABLE

On August 21, 2015, the Company signed a promissory note agreement with Lincoln Mining Corporation for a total of $66,000 USD. The promissory note bears interest at the rate of 6% per annum due June 30, 2016. On September 8, 2015, the Company issued a promissory note totalling $54,938 to Tarku Resources Ltd., a company related by a common director. The note bears interest of 10% per annum and is due on demand.

12. CAPITAL DISCLOSURES

The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to support the acquisition and exploration of mineral properties. 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 defines capital as shareholders' equity. The Company is not exposed to any capital requirements.

The Company has historically relied on the equity markets to fund its activities. The Company will continue to assess new properties and seek to acquire an interest in properties if it feels there is sufficient geologic or economic potential and if it has adequate financial resources to do so. Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable. There were no changes to the Company's capital risk management approach in the three months ended March 31, 2016. There were no capital restrictions in the three months ended March 31, 2016 and the Company had no debt.

13. SUBSEQUENT EVENTS

On April 26, 2016, the Company exercised its option with Skeena to convert the demand loan of $1,500,000 for 25,000,000 common shares of Skeena.