

Ironside Resources Inc.

Condensed Interim Consolidated Financial Statements

For the Nine Months Ended

March 31, 2015

Ironside Resources Inc.

(Formerly Papuan Precious Metals Corp.)

Condensed Interim Consolidated Financial Statements For the Nine Months Ended March 31, 2015

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Notice

The following unaudited condensed interim consolidated financial statements of the Company for the period ended March 31, 2015 have been prepared in accordance with International Financial Reporting Standards and are the responsibility of the Company's management. The Company's independent auditors have not performed an audit or a review of these condensed consolidated interim financial statements.

Ironside Resources Inc.

Condensed Interim Consolidated Statements of Financial Position

(Unaudited - Expressed in Canadian Dollars)

TSX.V: IRC

	Note	March 31, 2015	June 30, 2014
Assets			
Current assets			
Cash and cash equivalents	9	\$ 235,184	\$ 902,507
Amounts receivable	4	71,521	53,139
Prepaid expenses		125,143	126,933
		431,848	1,082,579
Property and equipment	5	7,826	12,733
Exploration and evaluation assets	6	5,085,324	4,918,665
Total assets		5,524,998	6,013,977
Liabilities			
Current liabilities			
Accounts payable and accrued liabilities	7, 10	350,600	335,497
Total liabilities		350,600	335,497
Shareholders' Equity			
Share capital	8	14,668,300	14,720,632
Shares held in escrow	6	(6,833)	(59,165)
Other capital reserves	8	5,799,880	5,789,546
Accumulated deficit		(15,286,949)	(14,772,533)
Total shareholders' equity		5,174,398	5,678,480
Total liabilities and shareholders' equity		\$ 5,524,998	\$ 6,013,977

Nature and continuance of operations (Note 1)

Approved on June 1, 2015 by the Board of Directors:

"Devinder Randhawa"

Devinder Randhawa, Director

"Ross McElroy"

Ross McElroy, Director

Ironside Resources Inc.
Condensed Interim Consolidated Statements of Comprehensive Loss

(Unaudited - Expressed in Canadian Dollars)

TSX.V: IRC

	Note	Three months ended March 31,		Nine months ended March 31,	
		2015	2014	2015	2014
General and administrative expenses					
Business development		\$ 130	\$ -	\$ 15,573	\$ 646
Consulting and management fees	10	47,999	48,000	182,150	144,000
Depreciation		244	193	730	1,506
Office and administration		3,009	5,837	18,344	20,372
Professional fees		(9,855)	4,080	144,309	44,212
Public relations and communications		443	-	11,769	1,745
Regulatory fees		3,145	8,118	8,754	25,457
Rent		1,260	3,315	5,955	9,945
Share-based compensation	8	2,549	-	10,334	557
Transfer agent		2,094	2,153	7,752	10,886
Wages and benefits	10	47,582	37,266	145,522	111,956
		98,600	108,962	551,192	371,282
Loss before other items		(98,600)	(108,962)	(551,192)	(371,282)
Other income (expense)					
Interest		1,105	2,466	3,307	5,986
Foreign exchange loss		4,094	(901)	3,129	(2,023)
Gain on sale of property	9	30,340	-	30,340	-
Loss on disposal of property and equipment		-	-	-	(1,814)
		35,539	1,565	36,776	2,149
Net loss and comprehensive loss for the period		\$ (63,061)	\$ (107,397)	\$ (514,416)	\$ (369,133)
Basic and diluted loss per common share		\$ (0.01)	\$ (0.01)	\$ (0.01)	\$ (0.01)
Weighted average number of common shares outstanding		74,703,307	68,260,491	75,537,076	68,991,723

Ironside Resources Inc.

Condensed Interim Consolidated Statements of Changes in Equity

(Unaudited - Expressed in Canadian Dollars)

TSX.V: IRC

	Note	Common Shares Shares	Common Shares Amount	Common Shares Held in Escrow	Other Capital Reserves	Deficit	Total
Balance as at June 30, 2013		69,480,256	\$ 14,058,149	\$ (106,896)	\$ 5,542,037	\$ (13,908,310)	5,584,980
Common shares in escrow cancelled		(2,386,562)	(47,731)	47,731	-	-	-
Share-based compensation		-	-	-	557	-	557
Net loss and comprehensive loss		-	-	-	-	(369,133)	(369,133)
Balance as at March 31, 2014		67,093,694	14,010,418	(59,165)	5,542,594	(14,277,443)	5,216,404
Exercise of option/warrants		50,000	4,895	-	(2,395)	-	2,500
Private placements	8(a)	9,700,000	776,000	-	-	-	776,000
Share issuance costs		8,750	(56,148)	-	-	-	(56,148)
Warrants		-	(14,533)	-	14,533	-	-
Share-based compensation	8(c)	-	-	-	234,814	-	234,814
Net loss and comprehensive loss		-	-	-	-	(495,090)	(495,090)
Balance as at June 30, 2014		76,852,442	14,720,632	(59,165)	5,789,546	(14,772,533)	5,678,480
Common shares in escrow cancelled	6	(2,616,563)	(52,332)	52,332	-	-	-
Share-based compensation	8(c)	-	-	-	10,334	-	10,334
Net loss and comprehensive loss		-	-	-	-	(514,416)	(514,416)
Balance as at March 31, 2015		74,235,879	\$ 14,668,300	\$ (6,833)	\$ 5,799,880	\$ (15,286,949)	5,174,398

Ironside Resources Inc.
Condensed Interim Consolidated Statements of Cash Flows

(Unaudited - Expressed in Canadian Dollars)

TSX.V: IRC

	Three months ended March 31,		Nine months ended March 31,	
	2015	2014	2015	2014
Cash used in operating activities				
Net loss and comprehensive loss for the period	\$ (63,061)	\$ (107,397)	\$ (514,416)	\$ (369,133)
Items not affecting cash:				
Depreciation	244	193	730	1,506
Share-based compensation	2,549	-	10,334	557
Gain on sale of property	(30,340)	-	(30,340)	-
Loss on disposal of property and equipment	-	-	-	1,814
	(90,608)	(107,204)	(533,692)	(365,256)
Changes in non-cash working capital items				
(Increase) decrease in amounts receivable	(2,535)	64,053	(18,382)	63,143
Decrease in prepaid expenses	(7,640)	(5,013)	1,790	24,835
Increase in accounts payable and accrued liabilities	(6,884)	29,817	15,103	71,129
Cash used in operating activities	(107,667)	(18,347)	(535,181)	(206,149)
Investing activities				
Property and equipment sold	-	-	(663)	-
Sale of property	30,340	-	30,340	-
Exploration and evaluation additions	(155,262)	(491)	(161,819)	(3,467)
Cash used in investing activities	(124,922)	(491)	(132,142)	(3,467)
Net decrease in cash and cash equivalents	(232,589)	(18,838)	(667,323)	(209,616)
Cash and cash equivalents, beginning of period	467,773	563,282	902,507	754,060
Cash and cash equivalents, end of the period	\$ 235,184	\$ 544,444	\$ 235,184	\$ 544,444

Ironside Resources Inc. (Formerly *Papuan Precious Metals Corp.*)

Notes to the Condensed Interim Consolidated Financial Statements

For the Nine Months Ended March 31, 2015

(Unaudited - Expressed in Canadian Dollars)

TSX.V: **IRC**

1. Nature and Continuance of Operations

Ironside Resource Inc. (the "Company") is a company incorporated under the Business Corporation Act of British Columbia, Canada. The registered office of the Company is 700-595 Howe Street, Vancouver, British Columbia, V6C 2T5. The Principal address and records office of the Company is 700-1620 Dickson Ave., Kelowna, British Columbia, V1Y 9Y2. The Company's shares are publically listed on the TSX Venture ("TSX-V") under the symbol "IRC" (previously "PAU"). The Company is engaged in the acquisition, exploration and development of exploration and evaluation assets in Papua New Guinea ("PNG") and Saudi Arabia. The Company is considered to be in the exploration stage and to date has not generated significant revenues from operations. The Company has yet to determine whether its exploration and evaluation assets contain economically viable ore reserves and there is no guarantee that mineral deposits will be discovered in the future. The recoverability of the amounts shown for exploration and evaluation assets is dependent upon proving the existence of economically recoverable reserves, the ability of the Company to obtain necessary financing to complete the development of those reserves and upon future profitable production and/or proceeds from the disposition thereof.

The Company has inconsiderable sources of revenue and has significant cash requirements to maintain its mineral property interests and to meet its administrative overhead. Management has determined that the Company will be able to continue as a going concern for the foreseeable future and realize its assets and discharge its liabilities and commitments in the normal course of business. Therefore these condensed interim consolidated financial statements have been prepared on a going concern basis and do not reflect any adjustments that may be necessary if the Company is unable to continue as a going concern. The Company's ability to continue as a going concern is dependent on its ability to secure equity, debt or joint venture financing and generate profitable future operations.

These condensed interim consolidated financial statements for the nine months ended March 31, 2015 were approved and authorized for issuance by the Board of Directors on June 1, 2015.

2. Basis of Presentation

These condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standard 34 – Interim Financial Reporting ("IAS-34") as issued by the International Accounting Standards Board ("IASB") and should be read in conjunction with the Company's audited consolidated financial statements for the year ended June 30, 2014. The annual statements include information necessary or useful to understanding the Company's business and financial statement presentation. In particular, the Company's significant accounting policies and the use of judgements and estimates are presented in Note 3 and note 5 of the annual statements. These policies, judgements and estimates have been consistently applied in the preparation of these condensed interim consolidated financial statements. See also note 3.

These consolidated financial statements have been prepared in Canadian dollars on a historical cost basis and unless otherwise noted all figures are in Canadian dollars. These consolidated financial statements include the 100% wholly owned subsidiaries of Papuan Precious Metals Ltd., located in Papua New Guinea and Adan Ventures Limited ("Adan"), incorporated in the British Virgin Islands.

Ironside Resources Inc. (Formerly Papuan Precious Metals Corp.)

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3. New Standards, Amendments and Interpretations

The IASB has issued a number of new and revised International Accounting Standards, IFRS amendments and related interpretations which are effective for the Company's financial year beginning on or after July 1, 2015. None of the new or revised standards or amendments is expected to have any significant impact to the Company's financial statements.

4. Amounts Receivable

All amounts receivable are current and due to their short-term maturities, the fair value of amounts receivable approximates their carrying value. The Company does not have any significant balances that are past due and made no allowance for doubtful accounts. See Note 10.

	March 31, 2015		June 30, 2014	
Amounts receivable	\$	71,521	\$	53,139
Total	\$	71,521	\$	53,139

5. Property and Equipment

Cost	Geological Equipment	Computer Equipment	Computer Software	Motor Vehicles	Total
As at June 30, 2013	\$ 34,192	\$ 19,811	\$ 45,648	\$ 51,017	\$ 150,668
Additions	-	2,580	-	-	2,580
Disposals	(8,441)	(19,811)	(45,648)	(11,921)	(85,821)
As at June 30, 2014	25,751	2,580	-	39,096	67,427
Additions	-	663	-	-	663
Disposals	-	-	-	(39,096)	(39,096)
As at March 31, 2015	\$25,751	\$ 3,243	\$ -	\$ -	\$28,994
Accumulated Depreciation					
As at June 30, 2013	\$ 19,216	\$ 10,377	\$ 45,337	\$ 34,195	\$ 109,127
Depreciation	5,736	4,349	-	15,844	25,929
Disposals	(8,441)	(14,661)	(45,337)	(11,921)	(80,360)
As at June 30, 2014	16,511	65	-	38,118	54,694
Depreciation	3,863	730	-	978	5,570
Disposals	-	-	-	(39,096)	(39,096)
As at March 31, 2015	\$20,374	\$ 795	\$ -	\$ -	\$21,168
Net Book Value					
As at June 30, 2013	\$ 14,976	\$ 9,434	\$ 311	\$ 16,822	\$ 41,541
As at June 30, 2014	9,240	2,515	-	978	12,733
As at March 31, 2015	\$ 5,377	\$ 2,449	\$ -	\$ -	\$ 7,826

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TSX.V: **IRC****6. Exploration and Evaluation Assets**

Exploration costs	EL 1566 New Hanover
Balance June 30, 2013	\$ 4,837,320
Camp and field costs	4,646
Geological and other consulting	17,500
Geochemistry	3,046
Tenement expense	23,066
Project costs	29,710
Travel	1,847
Freight	1,530
Additions	81,345
Balance June 30, 2014	4,918,665
Camp and field costs	7,189
Geological and other consulting	11,013
Geochemistry	3,556
Tenement expense	321
Project costs	8,811
Travel	4,066
Freight	1,455
Additions	36,411
Balance March 31, 2015	\$ 4,955,076

Tenement	Minerals	Ownership	Carrying Value
EL 1566 - New Hanover	Au-Cu	IRC 100%	\$ 4,955,076
EL 1424 - Mt Suckling	Au-Cu, PGE-Ni	IRC 10%	-
Wadi Sawawin	Fe	IRC 25%	130,248
Exploration and evaluation assets			\$ 5,085,324

Title to Exploration and Evaluation assets involves certain inherent risks due to the difficulties of determining the validity of certain claims. The Company has investigated title to its exploration and evaluation assets and to the best of its knowledge titles to its property is in good standing under the Mining Act 1992 of the Independent State of Papua New Guinea. The New Hanover license renewal has been applied for but the Company has yet to receive official signed notification of the renewal. Proposed work program commitments of approximately \$40,000 per year on EL-1566 have been preliminarily approved by the Mining Resource Authority. The Company has not received any indication that the licenses will not be renewed. The State of Papua New Guinea may elect at the time that a "Special Mining Licence" be granted to acquire up to a 30% participating interest in mining projects on a fully contributing basis. The Special Mining Licence entitles the holder to commence mine construction.

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During the year ended June 30, 2013, the Company sold to Suckling Minerals Ltd. an undivided 90% interest in the Mt. Suckling tenement and retains a 10% carried interest and a 2% Net Smelter Royalty. Under the terms of the sale agreement, Suckling Minerals and its directors surrendered 5,344,791 common shares of the Company valued at \$106,896 in exchange for the 90% interest. The shares surrendered are held in escrow and are subject to a cancellation agreement whereby 25% of the shares are cancelled every 6 months from January 29, 2013, the date of TSX-V approval or until final tenement transfer is approved by the Mining Resources Authority of PNG. The Company retains the right, but not an obligation, to have the property reconveyed back to the Company should Suckling Minerals choose to abandon the property. As at March 31, 2015, 5,003,125 shares held in escrow have been returned to treasury and cancelled with 341,666 remaining.

The Company, through its subsidiary Adan, holds on behalf of its 50-50 joint venture with Juniper Capital Partners, contractual equity rights to a 25% carried interest in the Wadi Sawawin Iron Ore project acquired from London Mining PLC. (the "Carried Interest").

The Wadi Sawawin project is located in the Northern Hijaz region of the Kingdom of Saudi Arabia, approximately 125km from Tabuk and 60km from the Red Sea port of Duba. National Mining Company, a Saudi Company, owns 100% of the Wadi Sawawin Iron Ore project, subject to the Carried Interest, via 3 exploration and one exploitation license. The Company is currently conducting a review of all documentation, data and reports available on the project.

7. Accounts Payable and Accrued Liabilities

Accounts payable are indebtedness incurred in the normal course of operations and are typically paid within 30 days. The accrued liabilities are non-interest bearing and relate to accrued management and directors fees.

Due within the year	March 31, 2015		June 30, 2014	
Accounts payable	\$	22,957	\$	128,362
Accrued liabilities		327,643		207,135
Total	\$	350,600	\$	335,497

8. Share Capital and Reserves

The Company is authorized to issue an unlimited number of common shares without par value.

(a) Private Placement Financings & Warrants

On June 24, 2014 the Company completed a private placement financing of 9,700,000 units at a price of \$0.08 per unit for gross proceeds of \$776,000. Finder's Fees of \$43,330 were paid in cash and 8,750 shares were issued in lieu of cash. Additionally, other fees of \$8,450 were paid. Each unit consists of one common share plus one-half of a common share purchase warrant, with each whole warrant exercisable to purchase a common share at a price of \$0.12 for a period of 2 years. A value of \$14,533 was attributed to the warrants using the relative fair value approach, included in other capital reserves and is determined based on the Black-Scholes pricing model based on the following assumptions: volatility 106.94%; risk free interest 1.56%; expected life 2 years; dividend rate 0%.

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As at March 31, 2015, there were no common share offerings nor any exercises of warrants or options during the nine months ended March 31, 2015. There are 4,850,000 warrants outstanding to purchase common shares at \$0.12 per share, expiring on June 24, 2016.

(b) *Stock Options*

The Company has a share-holder approved stock option plan which allows the Board of Directors to grant stock options to directors, officers, employees, contractors and consultants. The exercise price of each option is based on the market price of the Company's common stock at the date of grant less any applicable discount. The options can be granted for a maximum term of five years and vesting terms are determined by the Board of Directors at the time of any grant.

As at March 31, 2015, stock options outstanding were:

	Number Outstanding	Exercise Price	Number Exerciseable
As at June 30, 2014	6,350,000	\$0.08	4,750,000
Expired	(600,000)	(0.40)	(600,000)
Vested	-	0.05	1,200,000
Forfeited	(900,000)	(0.05)	(675,000)
As at March 31, 2015	4,850,000	\$0.05	4,675,000

(c) *Share-based Compensation*

During the nine months ended March 31, 2015 no stock options were granted and no existing options were exercised. Pursuant to the granting and vesting of options issued, total share based compensation recognized in the statement of operations during the nine months ended March 31, 2015 was \$10,335 (March 31, 2014 – \$557). All options are recorded at fair value determined using the Black-Scholes option pricing model.

The following assumptions were used for the valuation of stock options:

Assumptions	March 31, 2015	March 31, 2014
Risk free interest rate	1.47%	1.77%
Expected life - years	3	3
Annualized volatility	118.86%	99.50%
Dividend rate	0%	0%

(d) *Plan of Arrangement*

On September 15, 2015, the shareholders approved by special resolution an arrangement (the "Plan of Arrangement") under Division 5 of Part 9 of the Business Corporations Act (British Columbia) between the Company, the shareholders of the Company and the Company's (then) wholly-owned subsidiary Pioneer Pacific Finance Corp ("Pioneer"). The Plan of Arrangement received approval of the Supreme Court of British Columbia and the final approval by TSX Venture Exchange on September 22, 2015. The Company set September 30, 2014 as the share distribution record with respect to the Plan of Arrangement whereby shareholders acquired one share of Pioneer for every four Company shares held.

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9. Supplemental Disclosure with respect to Cash Flows

Cash and cash equivalents consist of:

Cash and cash equivalents	March 31, 2015	June 30, 2014
Cash	\$ 4,597	\$ 570,840
Redeemable term deposits	230,587	331,667
Total	\$ 235,184	\$ 902,507

There were no cash payments for interest or income taxes during the nine months ended March 31, 2015 and March 31, 2014. During the nine months ended March 31, 2015 the Company earned \$3,307 (March 31, 2014 - \$5,986) in interest income on its redeemable term deposits.

Non-cash transactions for the nine months ended March 31, 2015 included:

- Recognizing share-based compensation expense of \$10,334;

Non-cash transactions for the nine months ended March 31, 2014 included:

- Recognizing stock-based compensation expense of \$557.

During the third quarter ended March 31, 2015 the Company received \$24,539 USD from Kirkwood Oil & Gas, LLC, for the Company's 3.0873% interest of the sale of the property known as Federal 12-12, North Fork Field in McKenzie County, North Dakota, an oil well owned by the North Fork Partnership Leasehold. The Company believes the asset was originally purchased by a predecessor company, Jalna Resources Limited in 2003 and had been subsequently written off.

10. Related Party Transactions

The Company has identified its directors and certain senior officers as its key management personnel. The compensation costs for key management personnel for the nine months ended March 31 are:

Key management personnel	March 31, 2015	March 31, 2014
Wages and consulting fees paid or payable	\$ 230,000	\$ 225,000
Total	\$ 230,000	\$ 225,000

Share-based payments represent the fair value calculations of options in accordance with IFRS-2 Share-based Payments granted to key management personnel.

The following transactions were in the normal course of operations and were measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties:

- Included in accounts payable at March 31, 2015 is \$1,026 owing to related companies for rent and general administrative costs (June 30, 2014 - \$16,861);
- Included in accrued liabilities at March 31, 2015 is \$222,000 owing to officers and directors for salaries and consulting fees (June 30, 2014 - \$150,000);
- Included in amounts receivable at March 31, 2015 is \$64,416 (June 30, 2014 - \$13,260) due from related parties.

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11. Segmented Information

The Company operates under one business segment being the exploration of mineral property interests operating in three different geographical locations; Canada, Papua New Guinea and most recently Saudi Arabia. The loss from operations for the period ended March 31, 2015 is considered to be solely related to this segment.

Total assets by geographic area are:

Non-current assets by geographic region	March 31, 2015			June 30, 2014	
	Canada	PNG	Saudi Arabia	Canada	PNG
Property and equipment	\$ 2,449	\$ 5,377	\$ -	\$ 2,515	\$ 10,217
Exploration and evaluation assets	-	4,955,076	130,248	-	4,918,665
Total	\$ 2,449	\$ 4,960,453	\$ 130,248	\$ 2,515	\$ 4,928,882

12. Capital Management

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to pursue the development and exploration of its exploration and evaluation assets and to maintain a flexible capital structure which optimizes the costs of capital at an acceptable risk.

The Company is dependent on external financing to fund its activities. The capital structure of the Company currently consists of common shares and stock options. Changes in the equity accounts of the Company are disclosed in the Statement of Shareholders' Equity. The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may attempt to issue new shares, acquire or dispose of assets or adjust the amount of cash, cash equivalents, and short-term investments. Any issuance of common shares requires approval of the Board of Directors.

In order to facilitate the management of its capital requirements, the Company prepares annual expenditure budgets, which are approved by the Board of Directors and updated as necessary depending on various factors, including capital deployment and general market and industry conditions.

The Company anticipates pursuing potential farm-out and joint venture option agreements and continuing to access equity markets to fund the sustained exploration of its mineral properties in order to ensure the future growth of the business.

13. Financial Instruments and Risk Management

IFRS-7 Financial Instruments: Disclosures establishes a fair value hierarchy that reflects the significance of the inputs used in making measurements. The fair value hierarchy has the following levels:

Level 1: quoted (unadjusted) prices in active markets for identical assets and liabilities

Level 2: inputs other than quoted direct prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices)

Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs)

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The Company's financial instruments consist of cash and cash equivalents, amounts receivable and accounts payable and accrued liabilities, the carrying value of which is considered to be a reasonable approximation of fair value due to the short-term nature of these instruments.

Cash and cash equivalents are designated as held for trading and therefore carried at fair value, with the unrealized gain or loss recorded on the statement of comprehensive loss.

The Company's financial instruments are exposed to a number of financial and market risks, including credit, liquidity and foreign exchange risks. The Company does not currently have in place any active hedging or derivative trading policies to manage these risks since the Company's management does not believe that the current size, scale and pattern of its operations would warrant such hedging activities.

(a) *Credit Risk*

Credit Risk is the risk that a counterparty to a financial instrument will not discharge its obligations, resulting in a financial loss to the Company. The Company has procedures in place to minimize its exposure to Credit Risk. Company management evaluates credit risk on an ongoing basis including counterparty credit rating and activities related to trade and other receivables and other counterparty concentrations as measured by amount and percentage.

The primary sources of credit risk for the Company arise from:

1. Cash and cash equivalents;
2. Short-term investments; and
3. Amounts receivable.

The Company has not had any credit losses in the past, nor does it expect to have any credit losses in the future. At March 31, 2015, the Company has no financial assets that are past due or impaired due to credit risk defaults.

The Company's maximum exposure to credit risk is minimal as cash and cash equivalents are deposited with reputable financial institutions, the balances of which are:

Cash and cash equivalents	March 31, 2015	June 30, 2014
Cash	\$ 4,597	\$ 570,840
Redeemable term deposits	230,587	331,667
Total	\$ 235,184	\$ 902,507

(b) *Liquidity Risk*

Liquidity risk is the risk that the Company will not be able to meet its obligations with respect to financial liabilities as they fall due. The Company's financial liabilities are comprised of accounts payable and accrued liabilities. The Company frequently assesses its liquidity position by reviewing the timing of amounts due and the Company's current cash flow position to meet its obligations. The Company manages its liquidity risk by maintaining sufficient cash and cash equivalents and short-term investment balances to meet its anticipated operational needs.

The Company's financial liabilities, consisting of accounts payable and accrued liabilities, arose as a result of expenditures directly related to exploration of its exploration and evaluation assets and other corporate expenses. Payment terms on

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these liabilities are typically 30 to 60 days from receipt of invoice and generally do not bear interest. The following table summarizes the remaining contractual maturities of the Company's financial liabilities:

Maturity dates <6 months	March 31, 2015		June 30, 2014	
Accounts payable and accrued liabilities	\$	350,600	\$	335,497
Total	\$	350,600	\$	335,497

(c) *Market Risk*

Market Risk is potential that the fair value for assets will fluctuate due to changes in market conditions on items classified as held-for-trading, available-for-sale or future cash flows from assets or liabilities considered to be held-to-maturity, other financial liabilities and loans or receivables of a financial instrument. The Company evaluates market risk on an ongoing basis and has established policies and procedures for mitigating its exposure to foreign exchange fluctuations. The Company is not exposed to interest rate risk as it does not hold debt balances and is not generally charged interest on accounts payable balances.

(d) *Foreign Exchange Risk*

The Company operates on an international basis therefore foreign exchange risk exposures arise from transactions denominated in foreign currencies. Although the functional currency of the Company is Canadian dollars ("CAD"), the Company simultaneously conducts business in US Dollars ("USD") and Papua New Guinea Kina ("PGK"). Derivative instruments are not used to reduce exposure to fluctuations in foreign currency exchange rates.

Changes in the value of USD and PGK against the CAD can affect the costs of operations and resultant capital expenditures. The Company primarily maintains its cash balances in CAD and exchanges currency on an as needed basis thereby reducing the exchange risk on cash balances.

The Company is exposed to currency risk through the following Canadian dollar equivalent of financial assets and liabilities denominated in currencies other than CAD:

Foreign exchange risk	March 31, 2015		June 30, 2014	
	PGK	USD	PGK	USD
Cash and cash equivalents	1,733	-	3,374	-
Accounts payable and accrued liabilities	(4,557)	(8)	(7,301)	(5,679)
Total	(2,824)	(8)	(3,927)	(5,679)

Based on the above net exposures at March 31, 2015, a 10% change in the Canadian dollar would result in the following changes to the Company's net losses:

- PGK would result in a change of \$282, (June 30, 2014 - \$393);
- USD would result in a change of \$1, (June 30, 2014 - \$568).

Ironside Resources Inc. (Formerly Papuan Precious Metals Corp.)

Notes to the Condensed Interim Consolidated Financial Statements

For the Nine Months Ended March 31, 2015

(Unaudited - Expressed in Canadian Dollars)

TSX.V: **IRC**

14. Subsequent Events

Subsequent to the quarter ended March 31, 2015:

The Company previously announced (March 17, 2015) that it advanced US\$100,000 as a deposit on an agreement to form a joint venture ("JV") with Juniper Capital Partners ("Juniper") to acquire an interest in an iron ore project. Subsequent to the end of the third quarter, the Company announced its intention to form a JV to acquire the interest in the Wadi Sawawin Iron Ore project in Saudi Arabia project. The Company was obligated to provide initial funding to the JV in the amount of US\$375,000 and subsequently Juniper and the Company will contribute additional funds to the JV pro-rata so that each partner will provide one-half of the additional funds required by the JV. Juniper has agreed to manage the JV's interests in the project for a minimum of two years. Juniper is a natural resources focused investment and advisory business with offices in Singapore, London and representation in Riyadh.

The highly strategic Wadi Sawawin Iron Ore project, located in the Northern Hijaz region of the Kingdom of Saudi Arabia is an open pit mining project situated 60km from the Red Sea port of Duba. The JV has acquired London Mining PLC's contractual rights to the 25% carried interest in National Mining Company ("NMC") in Saudi Arabia. NMC owns 100% the Wadi Sawawin Iron Ore project.

The Company changed its name from Papuan Precious Metals Corp. to Ironside Resources Inc. effective April 21, 2015 and began trading under the trading symbol TSX-V "IRC".

On April 10, 2015, the Company received a short term, related party loan from RD Capital of \$50,000 with interest payable at 6% per annum, to be used for general operating capital.

On May 8, 2015, the Company announced it has entered into a private placement agreement with Ballyliffin Capital Corp. ("Ballyliffin"). Pursuant to the terms of the agreement, Ballyliffin will purchase approximately 33,000,000 common shares of Ironside at a price of \$0.025 per Ironside share for aggregate consideration of up to approximately \$825,000. Ironside will subsequently complete a consolidation of its outstanding common shares on a one for five (1:5) basis. The net proceeds of the Private Placement are expected to be used to advance the Company's operations and for general corporate purposes.

On May 28, 2015 the Company received notification from the Minister of Mining, Papua New Guinea, that the extension of the term of EL1566–New Hanover has been granted for a term of two years ending May of 2016.