BEAR CREEK MINING CORPORATION

(An Exploration Stage Company)

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

September 30, 2018

EXPRESSED IN US DOLLARS

(Unaudited)

Bear Creek Mining Corporation
(An Exploration Stage Company)
Interim Condensed Consolidated Statements of Financial Position
US Dollars (000's)
(Unaudited)

	Note		September 30, 2018		December 31, 2017
ASSETS					
Current assets					
Cash and cash equivalents	4	**$**	**4,573**	$	5,481
Short-term investments			**6,799**		13,342
Receivables and prepaid expenses			**233**		739
Santa Ana settlement award receivable	5		**32,193**		31,000
			43,798		50,562
Non-current assets					
Equipment and leasehold improvements			**397**		240
Resource property costs	5		**89,469**		78,239
TOTAL ASSETS		**$**	**133,664**	$	129,041
LIABILITIES					
Current liabilities					
Accounts payable and accrued liabilities		**$**	**1,053**	$	1,016
Current portion of community projects obligation	6		**1,212**		-
Current portion of other liabilities	7		**63**		165
			2,328		1,181
Non-current liabilities					
Community projects obligation	6		**9,784**		-
Other liabilities	7		**900**		952
Provision for site restoration			**200**		200
			13,212		2,333
EQUITY					
Share capital	8		**286,786**		286,786
Contributed surplus			**34,126**		32,581
Deficit			**(200,460)**		(192,659)
			120,452		126,708
TOTAL LIABILITIES AND EQUITY		**$**	**133,664**	$	129,041

Subsequent events (Note 5)

ON BEHALF OF THE BOARD:

Signed "Catherine McLeod-Seltzer", Director

Signed "Erfan Kazemi", Director

Bear Creek Mining Corporation
(An Exploration Stage Company)
Interim Condensed Consolidated Statements of Loss and Comprehensive Loss
US Dollars (000's, except share data)
(Unaudited)

		Three Months Ended September 30		Nine Months Ended September 30	
	Note	**2018**	2017	**2018**	2017
Operating expenses					
Corani engineering and evaluation costs	5	**$ 2,100**	$ 1,878	**$ 5,641**	$ 5,994
Share-based compensation	8	**448**	270	**1,545**	1,242
Other exploration and evaluation costs	5	**218**	266	**709**	1,083
Wages and management salaries		**200**	185	**600**	512
Professional and advisory fees		**126**	84	**235**	196
Shareholder information and filing fees		**49**	51	**166**	142
General office expenses		**51**	44	**156**	132
Travel		**13**	20	**64**	63
Santa Ana arbitration		**20**	14	**40**	360
Loss before other items		**3,225**	2,812	**9,156**	9,724
Other income and expense					
Foreign exchange gain		**(140)**	(148)	**(9)**	(222)
Finance income		**(47)**	(52)	**(153)**	(166)
Interest on Santa Ana settlement	5	**(407)**	-	**(1,193)**	-
Loss and Comprehensive Loss for the Period		**$ 2,631**	$ 2,612	**$ 7,801**	$ 9,336
Loss per Share – Basic and Diluted		**$ 0.03**	$ 0.03	**$ 0.08**	$ 0.09
Weighted Average Number of Shares Outstanding		**103,085,064**	103,085,064	**103,085,064**	103,085,064

Bear Creek Mining Corporation
(An Exploration Stage Company)

Interim Condensed Consolidated Statements of Cash Flows

For the Nine Months Ended September 30

US Dollars (000's)
(Unaudited)

	Note		2018		2017
Operating Activities					
Loss for the period		**$**	**(7,801)**	$	(9,336)
Adjustments for:					
Amortization			**37**		36
Loss on investment			**1**		1
Accretion of community project obligation	6		**281**		-
Share-based compensation	8		**1,545**		1,242
Interest income			**(153)**		(166)
Interest on Santa Ana settlement	5		**(1,193)**		-
Unrealized foreign exchange gain			**(9)**		(275)
			(7,292)		(8,498)
Changes in current assets and liabilities:					
Receivables and prepaid expenses			**484**		(72)
Accounts payable and accrued liabilities			**38**		198
Cash used in operating activities			**(6,770)**		(8,372)
Investing Activities					
Purchase of equipment			**(196)**		(19)
Resource acquisition costs	5		**(10)**		(26)
Payment of community project obligation	6		**(406)**		-
Payment of Corani obligation	7		**(135)**		(32)
Short-term investment			**6,449**		5,723
Interest received			**174**		204
Cash provided by investing activities			**5,876**		5,850
Effect of exchange rate change on cash and cash equivalents			**(14)**		301
Net Decrease in Cash and Cash Equivalents			**(908)**		(2,221)
Cash and cash equivalents – Beginning of Period			**5,481**		9,172
Cash and Cash Equivalents – End of Period		**$**	**4,573**	$	6,951

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

Bear Creek Mining Corporation
(An Exploration Stage Company)

Interim Consolidated Statements of Changes in Equity

US Dollars (000's, except share data)
(Unaudited)

	Share Capital (Number of Shares)	Share Capital (Amount)	Contributed Surplus	Deficit	Total
December 31, 2016	**103,085,064**	**$ 286,786**	**$ 31,064**	**$ (210,637)**	**$ 107,213**
Share-based compensation	-	-	1,242	-	1,242
Net loss for the period	-	-	-	(9,336)	(9,336)
September 30, 2017	**103,085,064**	**286,786**	**32,306**	**(219,973)**	**99,119**
Share-based compensation	-	-	275	-	275
Net income for the period	-	-	-	27,314	27,314
December 31, 2017	**103,085,064**	**286,786**	**32,581**	**(192,659)**	**126,708**
Share-based compensation	-	-	1,545	-	1,545
Net loss for the period	-	-	-	(7,801)	(7,801)
September 30, 2018	**103,085,064**	**$ 286,786**	**$ 34,126**	**$ (200,460)**	**$ 120,452**

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

1. Nature of Business

Bear Creek Mining Corporation's ("Bear Creek" or the "Company") business is the acquisition, exploration and development of precious and base metal properties in Peru.

Bear Creek is a public company incorporated in British Columbia, Canada with shares listed on the TSX Venture Exchange and the Bolsa de Valores in Lima, Peru. The head office, principal address and records office of the Company are located at 400 Burrard Street, Suite 1400, Vancouver, British Columbia, Canada, V6C 3A6.

The business of mining and exploration involves a high degree of risk and there can be no assurance that current exploration programs and development projects will result in profitable mining operations. The Company has no source of revenue and has significant cash requirements to meet its exploration commitments, development activities, administrative overhead and maintain its mineral interests. The recoverability of amounts shown for resource properties is dependent on several factors. These factors include the discovery of economically recoverable reserves, the ability to complete development of these properties, and future profitable production or proceeds from disposition of mineral properties.

Ownership in mineral properties involves certain inherent risks due to the difficulties of determining and obtaining clear title to claims as well as the potential for problems arising from the frequently ambiguous conveyance history characteristics of many mineral properties. The Company has investigated ownership of its mineral properties and, to the best of its knowledge, ownership of its interests is in good standing.

2. Basis of Preparation

The interim condensed consolidated financial statements of the Company have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") applicable to preparation of interim financial statements, including IAS 34, Interim Financial Reporting. The interim condensed consolidated financial statements should be read in conjunction with the annual financial statements for the year ended December 31, 2017, which have been prepared in accordance with IFRS as issued by IASB. The accounting policies adopted are consistent with those of the previous financial year except as described in Note 3.

The Board of Directors approved the consolidated financial statements on November 21, 2018.

3. Recent Accounting Pronouncements

The Company has adopted the new IFRS pronouncement for financial instruments as at January 1, 2018, in accordance with the transitional provisions outlined in the respective standard and described below. The adoption of the new IFRS pronouncement has not resulted to adjustments in previously reported figures and no change to the opening deficit balance as at January 1, 2018.

Overview of Changes in IFRS 9

IFRS 9 addresses the classification, measurement and recognition of financial assets and financial liabilities and supersedes the guidance relating to the classification and measurement of financial instruments in IAS 39, Financial Instruments: Recognition and Measurement (IAS 39).

Under IFRS 9, on initial recognition, a financial asset or liability is classified and measured at either: amortized cost, fair value through other comprehensive income ("FVOCI") or fair value through profit or loss ("FVPL"). The classification of financial assets under IFRS 9 is generally based on how an entity manages its financial instruments in the context of its business model and the contractual cash flow characteristics of the financial assets.

A financial asset is measured at amortized cost if it meets both of the following conditions and is not designated at FVPL:
- It is held within a business model whose objective is to hold assets to collect contractual cash flows; and

- Its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

For assets measured at fair value, gains and losses will either be recorded in profit or loss or other comprehensive income. For investments in equity instruments that are not held for trading, there is an irrevocable option for each equity instrument to present fair value changes in other comprehensive income (FVOCI).

For financial liabilities, the standard retains most of the IAS 39 requirements. The main change is that, in cases where the fair value option is taken for financial liabilities, the part of a fair value change relating to an entity's own credit risk is recorded in other comprehensive income rather than the statement of income or loss, unless this creates an accounting mismatch.

Classification and Measurement Changes

We have assessed the classification and measurement of our financial assets and financial liabilities under IFRS 9 and have summarized the original measurement categories under IAS 39 and the new measurement categories under IFRS 9 in the following table:

	Measurement Category	
	Original (IAS 39)	New (IFRS 9)
Financial Assets:		
Cash and cash equivalents	Amortized cost	Amortized cost
Short-term investments	Amortized cost	Amortized cost
Receivables	Amortized cost	Amortized cost
Santa Ana settlement award receivable	Amortized cost	Amortized cost
Financial Liabilities:		
Accounts payable and accrued liabilities	Amortized cost	Amortized cost
Community projects obligation	N/A	Amortized cost
Other liabilities	Amortized cost	Amortized cost

There has been no change in the measurement categories, carrying values or to previously reported figures of our financial instruments. The adoption of the Standard did not have a significant impact on the financial statements.

The following new standards and amendments to standards have been issued but are not effective during the period ended September 30, 2018:

- IFRS 16 Leases is a new standard that sets out the principles for recognition, measurement, presentation, and disclosure of leases including guidance for both parties to a contract, the lessee and the lessor. The new standard eliminates the classification of leases as either operating or finance leases as is required by IAS 17 and instead introduces a single lessee accounting model. The amendments are effective for annual periods beginning on or after January 1, 2019.

  The Company is evaluating its current leases which only consists of office leases in Peru, and Vancouver, Canada. Such leases are short term and the adoption of the standard is not expected to have a material impact on the Company's financial statements.

4. Cash and Cash Equivalents

		September 30, 2018 (000's)		December 31, 2017 (000's)
Cash	**$**	**3,751**	$	2,065
Investment savings account		**822**		3,416
	$	**4,573**	$	5,481

5. Resource Property Costs

		Corani Project (000's)		Maria Jose Project (000's)		Total (000's)
Balance at December 31, 2016	$	77,258	$	951	$	78,209
Land acquisition costs		30		-		30
Balance at December 31, 2017	$	77,288	$	951	$	78,239
Land acquisition costs		10		-		10
Community projects obligation (Note 6)		11,220		-		11,220
Balance at September 30, 2018	**$**	**88,518**	**$**	**951**	**$**	**89,469**

a) Corani Project

The Company has a 100% interest in the project. The Corani project is located in the Department of Puno, Peru.

Corani Engineering and Evaluation Costs:		Three Months Ended September 30				**Nine Months Ended September 30**		
		2018 (000's)		2017 (000's)		**2018 (000's)**		2017 (000's)
Corani								
Community contributions		**411**		141		**1,131**		743
Engineering		**298**		954		**748**		2,630
Environmental		**37**		71		**91**		115
Maintenance costs		**30**		4		**64**		36
Salary and consulting		**948**		368		**2,411**		1,406
Camp, supplies and logistics		**366**		327		**1,160**		1,029
Travel		**10**		13		**36**		35
Costs for the Period	**$**	**2,100**	$	1,878	**$**	**5,641**	$	5,994

b) Maria Jose Project

The Maria Jose Project is located in northern Peru in the Ancash Department. On February 27, 2013, the Company entered into an option agreement to purchase 100% of the Maria Jose Project for $4.9 million over a four-year period. In 2015, the Company entered into an option and joint venture agreement with a private Peruvian gold producer, Analytica Mineral Services SAC ("AMS"). AMS can earn a 51% interest in the project by completing 2,000 meters of tunneling at its cost. To date, AMS has not completed the 2,000 meters of tunneling. Following AMS earning its 51% interest, the two parties will form a joint venture. In December 2015, replacing the February 2013 agreement, Bear Creek and AMS entered into a new agreement and made a payment of $1.2 million, in proportion to their respective joint venture interests, to the underlying property owner to acquire 100% interest in the Maria Jose mineral concessions. Under the purchase agreement there is an obligation to pay an additional $2.1 million to the former property owner. The

$2.1 million is payable by the Company and AMS in proportion to their respective joint venture interests upon commencement of commercial production.

c) Santa Ana Project

In December 2004 the Company acquired an option to earn a 100% interest in the Santa Ana silver property in south eastern Peru. The option was exercised in November 2007.

On June 25, 2011 the Company learned that the Peruvian Government issued Supreme Decree DS-032-2011 (the "Supreme Decree") which rescinded the Company's right to operate on the mineral concessions covering the Santa Ana Project. The title to the concessions continue to be held by the Company.

Following a series of actions, including Constitutional lawsuits in Peru, known as Amparo, and negotiations to reach an amicable resolution with the Peruvian Government, the Company submitted a Request for Arbitration to The International Center for Settlement of Investment Disputes ("ICSID") against the Republic of Peru pursuant to the terms of the Canada-Peru Free Trade Agreement ("FTA").

On December 1, 2017, the tribunal of arbitration at the ICSID determined that the Supreme Decree amounted to an indirect expropriation of the Company's rights and rendered an award in favor of the Company of approximately $31.0 million, which consisted of $18.2 million for compensation of costs incurred at Santa Ana, $6.0 million for reimbursement of costs associated with the ICSID arbitration and accrued interest of $6.8 million. Interest is accrued on the settlement amount at 5% per annum, compounded quarterly. During the nine month period ended September 30, 2018, the Company has recorded $1.19 million interest on the settlement.

On November 12, 2018, the Company received S/ 108.4 million ($32.2 million) with respect to the settlement of the ICSID arbitration award from the Peruvian Government. The award amount was inclusive of interest for the month of October 2018.

In a letter dated November 12, 2018, the Company also received, from the Peruvian Government, $243,000 in negotiable credits for payments of annual surface rights and penalties. These credits form part of reimbursement of property payments that the Company had made to the Peruvian Government in the past. They are to be applied against future annual concession payments in Peru or can be sold for cash to other parties.

As at the date of these consolidated financial statements, the Company has relinquished all Santa Ana mineral concessions and has committed to providing all studies, core samples, and data to the Peruvian Government in accordance with Peruvian law.

d) Sumi Project

The Company acquired a 100% interest in the Sumi gold prospect by staking in 2011. Sumi is comprised of 1,200 hectares located in the gold-silver tertiary-age epithermal belt in central Peru.

Since March 2014, the Sumi prospect has been explored by Japan Oil, Gas and Metals National Corporation ("JOGMEC"), with whom Bear Creek entered into a joint venture agreement. JOGMEC and the Company terminated the joint venture on July 31, 2018. JOGMEC has complied with its environmental remediation obligations in accordance with the closure plan approved by the Peruvian Ministry of Mines.

Other exploration and evaluation costs for the three and nine months ended September 30, 2018 and 2017 were as follows:

Exploration and Evaluation Costs:	**Three Months Ended September 30**		**Nine Months Ended September 30**	
	2018 (000's)	2017 (000's)	**2018 (000's)**	2017 (000's)
Maria Jose				
Community contributions	**$ 3**	$ 2	**$ 6**	$ 5
Maintenance costs	**(4)**	1	**7**	45
Salary and consulting	**19**	4	**45**	41
Supplies and general	**1**	-	**2**	6
	19	7	**60**	97
Santa Ana				
Maintenance	**-**	-	**49**	49
Salary and consulting	**36**	55	**89**	168
Supplies and general	**3**	12	**7**	36
Travel	**-**	-	**-**	1
	39	67	**145**	254
Sumi				
Community contributions	**1**	7	**9**	23
Drilling	**-**	82	**-**	82
Geophysics	**9**	1	**13**	12
Maintenance	**1**	-	**6**	7
Salary and consulting	**34**	70	**124**	153
Supplies and general	**4**	48	**91**	64
Recovery of costs	**(13)**	(237)	**(237)**	(380)
	36	(29)	**6**	(39)
Generative				
Maintenance and other	**-**	-	**24**	3
Salary and consulting	**5**	12	**24**	38
	5	12	**48**	41
Other Properties	**5**	1	**26**	32
Value added tax	**114**	208	**424**	698
Costs for the Period	**$ 218**	$ 266	**$ 709**	$ 1,083

6. Community Projects Obligation

On April 8, 2013 the Company had entered into a Framework Agreement for the Sustainable Use of Natural Resources in the Mining Project Corani (the "Framework Agreement") with the Corani District Municipality and the five communities contained within the District Municipality: Chacaconiza, Quelcaya, Isivilla, Corani-Aconsaya and Aymaňa. The Framework Agreement was for an initial payment (the "Initial Payment") and 22 successive payments (the "Successive Payments") of Peruvian Sol ("S/") 4 million to be made into a trust designed to fund community projects. The Initial Payment was dependent on the Company obtaining the Environmental and Social Impact Assessment approval which was received in September 2013. Bear Creek made the initial payment in 3 tranches (between 2014 and 2015). The Successive Payments of S/. 4 million per year were dependent on the Company receiving the permit for the construction of the processing facilities and the mining installations.

Such permit for the construction of the processing facilities and the mining installations was received on June 27, 2018 and as a result the Company recognized a liability for the remaining Successive Payments and capitalized the corresponding cost within Resource Property Costs (Note 5). On June 27, 2018, the Company's gross community project obligation was S/ 85.3 million. The Company discounted these future payments using a pre-tax rate of 10%, resulting in a liability of $11 million.

On July 3, 2018, the Company paid $406,326 (S/ 1,336,000) in trust pursuant to the Framework Agreement and as a result, the Company's gross community project obligation as at September 30, 2018 was S/ 84 million.

A continuity of the Company's community projects obligation per the Framework Agreement is as follows:

		(000's)
Balance as of December 31, 2017	**$**	**-**
Initial recognition		11,220
Payment		(406)
Accretion expense		281
Impact of foreign exchange		(99)
Balance as of September 30, 2018	**$**	**10,996**
Less: current portion		(1,212)
Long-term portion as of September 30, 2018	**$**	**9,784**

A fifty basis point change in the discount rate used would result in a change in the initial liability of approximately $0.4 million.

The Framework Agreement with the local communities and the Corani Environmental and Social Impact Assessment requires certain development work; such as, access roads, mine camp and maintenance and storage facilities, and the Antapata substation. The Company began development work during September 2018 in accordance with the Environmental Impact Assessment.

7. Other Liabilities

During 2011 the Company entered into land purchase agreements with local landowners for surface rights access to the Corani project as well as an agreement to provide the Municipality of Corani with funding for the construction of schools and other improvements to the community as determined by the Municipality of Corani. The total amount owed under the agreements was approximately $3,533,000 of which $963,000 remains outstanding as of September 30, 2018. All of the land purchase amounts have been capitalized as mineral properties. All community contributions have been expensed.

		(000's)
Balance as of December 31, 2016	**$**	**598**
Payments		(100)
Addition to obligation		597
Impact of foreign exchange		22
Balance as of December 31, 2017	**$**	**1,117**
Payments		(135)
Impact of foreign exchange		(19)
Balance as of September 30, 2018	**$**	**963**
Less: current portion		(63)
Long-term portion as of September 30, 2018	**$**	**900**

The Company's estimated future payments are as follows:

		September 30, 2018 (000's)		December 31, 2017 (000's)
Within one year	**$**	**63**	$	165
After one year but not more than five years		**900**		952
	$	**963**	$	1,117

8. Capital

Common Shares

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

During the nine months ended September 30, 2018 and the year ended December 31, 2017, the Company did not issue any common shares.

Share Purchase Options

The Company has established a share purchase option plan (the “Stock Option Plan”) whereby the Board of Directors may, from time to time, grant options to directors, officers, employees or consultants. Options granted must be exercised no later than ten years from the date of grant or such lesser period as determined by the Company’s Board of Directors. The exercise price of an option is determined by the Board of Directors, but it cannot be less than the closing price on the TSX Venture Exchange on the trading date preceding the date of grant, less the maximum discount permitted under TSX policies applicable to share purchase options. Vesting terms for each grant are also set by the Board of Directors but they are generally set with vesting of 25% on the date of grant, 25% six months from the date of grant, 25% one year from the date of grant and 25% eighteen months from the date of grant. The Stock Option Plan provides that the aggregate number of shares reserved for issuance under the plan (including shares issuable upon the exercise of existing options and restricted or deferred share units issuable under the Company’s Long Term Incentive Plan) shall not exceed 10% of the total number of issued and outstanding common shares of the Company on a non-diluted basis, as constituted on the grant date of such options. At September 30, 2018, a total of 7,290,750 stock options were under grant, leaving 3,017,756 options (including restricted or deferred share units) reserved for issuance under the option plan.

a) Movements in share options

The changes in share options during the period ended September 30, 2018 and the year ended December 31, 2017 were as follows:

	September 30, 2018		December 31, 2017	
	Number of options	**Weighted average exercise price (in CDN$)**	Number of options	Weighted average exercise price (in CDN$)
Outstanding, beginning of the period	7,195,750	2.40	7,353,850	2.76
Granted	1,995,000	2.08	2,050,500	2.50
Expired	(1,900,000)	3.07	(2,208,600)	3.69
Outstanding, end of the period	**7,290,750**	**2.14**	**7,195,750**	**2.40**

b) Fair value of share options granted

During the nine month period ended September 30, 2018, the Company granted options to directors, officers, and employees to purchase up to 1,995,000 common shares of the Company at a weighted average exercise price of CDN$2.08 per share.

Of these, 945,000 options vest over a period of 18 months from the date of grant and expire ten years from the date of grant. The remaining 1,050,000 options vest 50% at the earlier of a construction decision on the Company’s Corani project or two years from the date of grant and the remaining 50% vest at the earlier of commercial production on the Company’s Corani project or five years from the date of grant and expire ten years from the date of grant.

During the year ended December 31, 2017, the Company granted options to directors, officers, and employees to purchase up to 2,050,500 common shares of the Company at a weighted average exercise price of CDN$2.50 per share.

Of these, 1,050,500 options vest over a period of 18 months from the date of grant and expire five years from the date of grant. The remaining 1,000,000 options vest 50% at the earlier of a construction decision on the Company’s Corani project or two years from the date of grant and the remaining 50% vest at the earlier of commercial production on the Company’s Corani project or five years from the date of grant and expire ten years from the date of grant.

The fair value of the options granted was estimated on the date of grant using the Black-Scholes option pricing model, with the following weighted average assumptions:

	2018	2017
Expected dividend yield	0.00%	0.00%
Expected stock price volatility	75.23%	77.53%
Risk-free interest rate	2.13%	1.47%
Expected life of options	8.0 years	5.8 years
Forfeiture rate	3.18%	3.32%
Grant date fair value	CDN $1.53	CDN $1.53

During the nine-month period ended September 30, 2018, the Company recognized $1,544,746 as share-based payments expense based on the graded vesting schedule of the granted stock options.

c) Share options outstanding

A summary of the Company's options outstanding as at September 30, 2018 is as follows:

Options Outstanding	Options Exercisable	**Price per Share**	**Remaining contractual life (years)**	**Expiry Date**
1,200,000	1,200,000	CDN$2.05	0.39	February 21, 2019
1,109,250	1,109,250	CDN$1.41	1.40	February 23, 2020
936,000	936,000	CDN$2.48	2.72	June 17, 2021
1,050,500	1,050,500	CDN$2.73	3.38	February 16, 2022
1,000,000	-	CDN$2.25	9.01	October 3, 2027
795,000	406,500	CDN$2.05	9.41	February 26, 2028
650,000	-	CDN$2.05	9.43	March 2, 2028
400,000	-	CDN$2.24	9.47	March 16, 2028
150,000	37,500	CDN$1.92	9.71	June 12, 2028
7,290,750	**4,739,750**		**4.94**	

The weighted average exercise price of exercisable options at September 30, 2018 is CDN$2.13.

9. Related Party Transactions

Details of the transactions between the Company and other related parties are disclosed below.

a) Services provided by related parties

Certain of the Company's officers and directors render services to the Company as sole proprietors or through companies in which they are an officer, director or partner.

	Nature of transactions
DuMoulin Black LLP. [1]	Legal fees
Estudio Grau S.C.R.L. [2]	Legal fees
Avisar Chartered Accountants [3]	Accounting fees

[1] Ceased being a related party as at March 27, 2018
[2] Ceased being a related party as at December 31, 2017
[3] Ceased being a related party as at March 1, 2018

The Company incurred the following fees and expenses in the normal course of operations in connection with related parties:

	Three Months Ended September 30		Nine Months Ended September 30	
	2018 (000's)	2017 (000's)	**2018 (000's)**	2017 (000's)
Legal fees – DuMoulin Black LLP	**$ -**	$ 25	**$ 7**	$ 62
Legal fees – Estudio Grau S.C.R.L.	**-**	-	**-**	35
Accounting fees	**-**	46	**19**	97
	$ -	$ 71	**$ 26**	$ 194

Transactions with related parties for goods and services are made on commercial terms. Amounts due to related parties are unsecured, non-interest bearing and due on demand. Accounts payable at September 30, 2018 included $58,842 (December 31, 2017 - $8,169) which were due to individuals or companies whose officers, directors or partners were also officers or directors of the Company.

b) Compensation of key management personnel

The remuneration of the directors, chief financial officer and chief executive officer, and the chief operating officer (collectively, the key management personnel) for the three and nine months ended September 30, 2018 and 2017 were as follows:

	Note	Three Months Ended September 30		Nine Months Ended September 30	
		2018 (000's)	2017 (000's)	**2018 (000's)**	2017 (000's)
Salaries and directors' fees	(i)	**$ 343**	$ 214	**$ 947**	$ 624
Share-based compensation	(ii)	**336**	198	**1,318**	1,002
		$ 679	$ 412	**$ 2,265**	$ 1,626

(i) Key management personnel were not paid post-employment benefits, termination benefits, or other long-term benefits during the nine months ended September 30, 2018 and 2017.
(ii) Share-based compensation represents the non-cash expense for the nine months ended September 30, 2018 and 2017, translated at the grant date foreign exchange rate.

10. Segmented Information

The Company's business consists of a single reportable segment being mineral exploration and development. Details on a geographic basis are as follows:

Total Assets		September 30, 2018 (000's)		December 31, 2017 (000's)
Peru	**$**	**124,733**	$	111,445
Canada		**8,931**		17,596
	$	**133,664**	$	129,041

	Three Months Ended September 30				Nine Months Ended September 30			
Net Loss (Income)		**2018 (000's)**		2017 (000's)		**2018 (000's)**		2017 (000's)
Peru	**$**	**1,800**	$	2,155	**$**	**5,030**	$	7,130
Canada		**831**		457		**2,771**		2,206
	$	**2,631**	$	2,612	**$**	**7,801**	$	9,336