CORONADO RESOURCES LTD.

Condensed Consolidated Interim Financial Statements

Third Quarter ended November 30, 2017

Unaudited

(Expressed in Canadian dollars)

CORONADO RESOURCES LTD.
Condensed Consolidated Interim Statements of Financial Position
(Unaudited - Expressed in Canadian Dollars)

	November 30, 2017	February 28, 2017
Assets		
Current assets		
Cash and cash equivalents	$ 1,390,567	$ 1,463,241
Amounts receivable	622	12,293
Marketable securities (Note 3)	129,500	-
Prepaid expenses	6,667	4,667
Shares receivable (Note 5)	53,944	54,812
	1,581,300	1,535,013
Restricted cash	34,521	11,601
Shares receivable (Note 5)	-	51,423
	$ 1,615,821	$ 1,598,037
Liabilities and Equity		
Current liabilities		
Accounts payable and accrued liabilities	$ 24,169	$ 50,167
	24,169	50,167
Shareholders' equity		
Capital stock (Note 6(b))	20,127,801	20,127,801
Contributed surplus (Note 6(d))	1,657,109	1,657,109
Deficit	(20,193,258)	(20,237,040)
	1,591,652	1,547,870
	$ 1,615,821	$ 1,598,037

Nature of operations and going concern (Note 1)
Subsequent events (Note 10)

See accompanying notes.

These financial statements are authorized for issue by the Board of Directors on January 29, 2018.

"Giuseppe (Pino) Perone"
…………………………………………………Director
Giuseppe (Pino) Perone

"Ashley Garnot"
…………………………………………………Director
Ashley Garnot

CORONADO RESOURCES LTD.
Condensed Consolidated Interim Statements of Comprehensive Income (Loss)
(Unaudited - Expressed in Canadian Dollars)

	Three Months Ended November 30, 2017	Three Months Ended November 30, 2016	Nine Months Ended November 30, 2017	Nine Months Ended November 30, 2016
General and administrative expenses				
Amortization	$ -	$ 661	$ -	$ 1,998
Audit and accounting	622	173	3,622	28,183
Bank charges	104	463	373	1,273
Consulting and director fees	250	250	750	27,750
Insurance	2,000	2,261	6,000	6,783
Legal	1,013	9,502	2,137	25,545
Management fees	8,140	12,908	32,075	69,698
Office and administration	100	2,736	270	7,162
Office rent (recovery)	-	4,711	(1,905)	15,028
Shareholder relations	11,531	200	12,841	440
Transfer and filing fees	24,397	13,238	32,820	18,596
Travel	7,636	-	7,636	-
	(55,793)	(47,103)	(96,619)	(202,456)
Other items				
Gain on sale of marketable securities	41,571	-	41,571	-
Foreign exchange gain (loss)	2,075	3,514	(2,381)	(6,537)
Interest income	4,001	2,208	11,747	11,149
Loss on sale of exploration and evaluation asset	-	(28,933)	-	(4,577,070)
Loss on sale of property and equipment	-	(543,983)	-	(543,983)
Unrealized gain on marketable securities	89,464	-	89,464	-
	137,111	(567,194)	140,401	(5,116,441)
Net income (loss) and comprehensive Income (loss) for the period	$ 81,318	$ (614,297)	$ 43,782	$ (5,318,897)
Income (loss) per share, basic and diluted	$ 0.03	$ (0.22)	$ 0.02	$ (1.88)
Weighted average number of common shares outstanding	2,831,411	2,831,411	2,831,411	2,831,411

See accompanying notes.

CORONADO RESOURCES LTD.
Condensed Consolidated Interim Statements of Cash Flows
(Unaudited - Expressed in Canadian Dollars)

For the nine months ended November 30,	2017	2016
Operating activities		
Net income (loss) for the period	$ 43,782	$ (5,318,897)
Items not involving cash:		
Amortization	-	1,998
Gain on sale of marketable securities	(41,571)	-
Interest and accretion	(4,824)	(227)
Loss on sale of exploration and evaluation asset	-	4,577,070
Loss on sale of property and equipment	-	543,983
Foreign exchange	-	607
Unrealized gain on marketable securities	(89,464)	-
	(92,077)	(195,466)
Changes non-cash working capital:		
Amounts receivable	11,671	25,073
Prepaid expenses	(2,000)	(2,261)
Accounts payable and accrued liabilities	(25,998)	(38,316)
	(16,327)	(15,504)
Cash used in operating activities	(108,404)	(210,970)
Investing activities		
Purchase of restricted term deposit	(23,000)	-
Exploration and evaluation asset expenditures	-	(172,129)
Proceeds on sale of exploration and evaluation assets	-	250,000
Proceeds on sale of marketable securities	58,730	-
Cash used in investing activities	35,730	77,871
Net outflow of cash and cash equivalents	(72,674)	(133,099)
Cash and cash equivalents, beginning of period	1,463,241	1,532,920
Cash and cash equivalents, end of period	$ 1,390,567	$ 1,399,821
Supplemental cash flow information		
Interest received	$ 6,854	$ 3,956
Cash and cash equivalents consist of:		
Cash	$ 186,697	$ 263,562
Short-term deposits	1,203,870	1,136,259
	$ 1,390,567	$ 1,399,821

See accompanying notes.

CORONADO RESOURCES LTD.
Condensed Consolidated Interim Statements of Changes in Equity
(Expressed in Canadian Dollars)

	Common Shares					
	Number	**Amount**	**Contributed surplus**	**Foreign Currency Translation Reserve**	**Deficit**	**Total**
Balance, March 1, 2017 *(1)*	2,831,411	$20,127,801	$1,657,109	$ -	$ (20,237,040)	$ 1,547,870
Net income for period	-	-	-	-	43,782	43,782
Balance, November 30, 2017	2,831,411	$20,127,801	$1,657,109	$ -	$ (20,193,258)	$ 1,591,652
Balance, March 1, 2016 *(1)*	2,831,411	$20,127,801	$1,657,109	$ (75,827)	$ (14,794,073)	$ 6,915,010
Net loss for period	-	-	-	-	(5,318,897)	(5,318,897)
Balance, November 30, 2016	2,831,411	$20,127,801	$1,657,109	$ (75,827)	$ (20,112,970)	$ 1,596,113

(1) On October 20, 2017, the Company consolidated the outstanding share capital of the Company on the basis of two (2) pre-consolidation common shares for one (1) post consolidation common share. The difference of shares is due to rounding.

See accompanying notes.

(Unaudited - Expressed in Canadian Dollars)

1. NATURE OF OPERATIONS AND GOING CONCERN

Coronado Resources Ltd. (the “Company” or “Coronado”) is incorporated under the *Business Corporations Act* (British Columbia). The Company’s corporate office address is located at 885 West Georgia Street, Suite 2040, Vancouver, BC, V6C 3E8, and the common shares trade on the NEX as of March 1, 2017, a separate board of the TSX Venture Exchange (“TSX-V”), under the symbol “CRD.H” and on the OTCQB under the symbol “CRDAF”. On May 25, 2017, TAG Oil Ltd. completed the distribution of its approximately 2,785,029 common shares of Coronado to its shareholders of record. During the year ended February 28, 2017, the Company through its wholly owned subsidiary, Coronado Resources USA LLC (“Coronado USA”), sold its copper and gold mining property located in Silverstar, Montana and related assets (the “Madison Property”) (see Note 5). Management is currently considering various alternatives for the future of the Company (see Note 10).

2. SIGNIFICANT ACCOUNTING POLICIES

(a) Statement of compliance and basis of presentation

These condensed consolidated interim financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”) applicable to the preparation of interim financial statements, including IAS 34, Interim Financial Reporting. These condensed consolidated interim financial statements should be read in conjunction with the Company’s audited consolidated financial statements for the year ended February 28, 2017, which have been prepared in accordance with IFRS issued by the IASB.

The accounting policies applied by the Company in the condensed consolidated interim financial statements are the same as those applied by the Company in its most recent annual consolidated financial statements for the year ended February 28, 2017.

(b) Significant accounting judgments, estimates and assumptions

The preparation of the Company’s condensed consolidated interim financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities and contingent liabilities at the date of the condensed consolidated interim financial statements and reported amounts of revenues and expenses during the reporting period. Estimates and assumptions are continuously evaluated and are based on management’s experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. However, actual outcomes can differ from these estimates. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

(c) Basis of Consolidation

The condensed consolidated interim financial statements include the accounts of the Company and its wholly-owned integrated subsidiaries.

The Company’s subsidiaries are:

Name of Subsidiary	Place of Incorporation	Proportion of Ownership Interest	Principal Activity
Coronado Resources USA LLC	USA	100%	Holding Company
Lynx Clean Power Corp.	Canada	100%	Holding Company
Lynx Gold Corp.	Canada	100%	Holding Company
Lynx Petroleum Ltd.	Canada	100%	Holding Company

(Unaudited - Expressed in Canadian Dollars)

2. SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

(d) New accounting standards issued

Certain pronouncements were issued by the IASB or the IFRIC, but not yet effective as at November 30, 2017. The Company intends to adopt these standards and interpretations when they become effective. The Company does not expect these standards to have an impact on its financial statements. Pronouncements that are not applicable to the Company have been excluded from those described below.

The following standards or amendments are effective for annual periods beginning on or after March 1, 2018:

1) IFRS 9 – Financial Instruments (annual periods beginning March 1, 2018)

3. MARKETABLE SECURITIES

	November 30, 2017		February 28, 2017	
	Number of Shares Held	**Market Value**	Number of Shares Held	Market Value
Broadway Gold Mining Ltd.				
Balance, beginning of the period	**-**	**$ -**	-	$ -
Shares received	**500,000**	**57,195**	-	-
Shares sold	**(150,000)**	**(17,159)**	-	-
Unrealized gain	**-**	**89,464**	-	-
Balance, end of the period	**350,000**	**$ 129,500**	-	$ -

During the period ended November 30, 2017, the Company sold marketable securities with a carrying amount of $17,159 (February 28, 2017 – nil) for total net proceeds of $58,730 (February 28, 2017 – $nil) and recognized a gain of $41,571 (February 28, 2017 – $nil).

4. PROPERTY AND EQUIPMENT

	Land	Mining equipment	Hydro equipment	Office equipment	Buildings	Total
Cost						
February 29, 2016	$ 321,213	$ 667,005	$ 198,531	$ 35,472	$ 90,332	$ 1,312,553
Sale of assets	(321,213)	(667,005)	(198,531)	(35,472)	(90,332)	(1,312,553)
February 28, 2017	-	-	-	-	-	-
Additions	-	-	-	-	-	-
November 30, 2017	$ -	$ -	$ -	$ -	$ -	$ -
Accumulated amortization						
February 29, 2016	$ -	$ 464,449	$ 168,534	$ 22,214	$ 78,578	$ 733,775
Additions	-	27,192	4,027	1,998	1,578	34,795
Sale of assets	-	(491,641)	(172,561)	(24,212)	(80,156)	(768,570)
February 28, 2017	-	-	-	-	-	-
Additions	-	-	-	-	-	-
November 30, 2017	$ -	$ -	$ -	$ -	$ -	$ -
Net book value						
February 28, 2017	$ -	$ -	$ -	$ -	$ -	$ -
November 30, 2017	$ -	$ -	$ -	$ -	$ -	$ -

On October 13, 2016, the Company sold its property and equipment relating to the Madison Property. A resulting loss of $543,983 was realized. See also Note 5.

(Unaudited - Expressed in Canadian Dollars)

5. EXPLORATION AND EVALUATION ASSETS

The Company's exploration and evaluation asset had included a property located in Montana, USA. Capitalized expenditures were as follows:

		Madison Property, Montana
Balance, February 29, 2016	$	4,728,229
Expenditures during the year		
Amortization		32,797
Assessment and taxes		68,046
Camp costs		3,815
Fieldwork and wages		85,130
Permits, assay and testing		6,438
Power utilities recovered		(7,999)
		188,227
Proceeds on sale of exploration and evaluation asset		(354,832)
Loss on sale of exploration and evaluation asset		(4,561,624)
		(4,728,229)
Balance, February 28, 2017	$	-
Balance, November 30, 2017	$	-

Madison Property, Montana

In April 2005, the Company entered into an agreement to purchase the Madison Property. The acquisition was completed in 2010 and subsequently increased and consolidated its claims since the original acquisition.

On October 13, 2016, the Company and Coronado USA completed the asset purchase and sale agreement with Broadway Gold Mining Ltd. (formerly Carolina Capital Corp.) (“Broadway”), pursuant to which Coronado USA sold the Madison Property, in exchange for the following:

1) $250,000 on the closing date (received);

2) 1,000,000 common shares of Broadway as follows:

   i. 500,000 shares upon the first anniversary of the closing date (received); and
   ii. 500,000 shares upon the second anniversary of the closing date; and

3) the sum of $100,000, within 30 days of the commencement of commercial production.

In addition to the $250,000 received, the Company estimated and recorded a value of $104,832 for the 1,000,000 shares of Broadway to be received. The fair value of the Broadway shares was used and discounted to estimate the value.

As a result of the Madison Property sale, the Company recognized a loss of $4,561,624 during the year ended February 28, 2017 (see also Note 4).

(Unaudited - Expressed in Canadian Dollars)

6. CAPITAL STOCK

(a) **Authorized**

Unlimited number of common shares without par value.

(b) **Issued and outstanding**

During the period ended November 30, 2017:

No common shares were issued. On October 20, 2017, the Company consolidated the outstanding share capital of the Company on the basis of two (2) pre-consolidation common shares for one (1) post consolidation common share.

During the year ended February 28, 2017:

No common shares were issued.

(c) **Stock options**

The Company has a stock option plan (the "Plan") allowing for the reservation of common shares issuable under the Plan to a maximum 10% of the number of issued and outstanding common shares of the Company at any given time. The term of any stock option granted under the Plan may not exceed five years and the exercise price may not be less than the discounted market price on the grant date. Unless otherwise specified by the Board of Directors at the time of granting an option, and subject to other term limits on option grants set out in the Plan, all options granted under the plan shall vest and become exercisable in full upon grant, except options granted to consultants performing investor relations activities, which options must vest in stages over twelve months with no more than one quarter of the options vesting in any three month period.

The purpose of the Plan is to provide directors, officers, key employees and certain other persons who provided services to the Company and its subsidiaries with an increased incentive to contribute to the future success and prosperity of the Company.

There were no stock options outstanding as of November 30, 2017 and February 28, 2017.

(d) **Share-based compensation**

There were no stock options issued during the nine months ended November 30, 2017 and the year ended February 28, 2017.

7. RELATED PARTY TRANSACTIONS

The aggregate value of transactions and outstanding balances relating to key management personnel were as follows:

		November 30, 2017		November 30, 2016
Consulting	$	-	$	12,000
Director fees		750		750
Management fees		14,000		36,000
	$	14,750	$	48,750

7. RELATED PARTY TRANSACTIONS *(Continued)*

During the nine month period ended November 30, 2017, the Company was charged $18,075 (2016 - $33,698) for management fees by a Canadian related company with similar key management personnel. At November 30, 2017, $15,652 (2016 - $12,289) is owing to the Canadian related company with similar key management personnel and is included in accounts payable and accrued liabilities.

All transactions and balances are in the normal course of operations and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

8. FINANCIAL INSTRUMENTS RISK

The Company's financial instruments are exposed to the following risks:

Credit Risk

Credit risk is the risk of financial loss to the Company if counterparties do not fulfill their contractual obligations.

Cash and cash equivalents consist of cash bank balances and short-term deposits. The Company's short-term investments are held with a Canadian chartered bank and are monitored to ensure a stable return. The Company's short-term investments currently consist of term deposits as it is not the Company's policy to utilize complex, higher-risk investment vehicles.

The carrying amount of accounts receivable and cash and cash equivalents represents the maximum credit exposure. The Company does not have an allowance for doubtful accounts. As at November 30, 2017, there were no significant amounts past due or impaired.

Market Risk

Market risk is the risk that changes in foreign exchange rates and interest rates will affect the Company's cash flows, net income and comprehensive income. The objective of market risk management is to manage and control market risk exposures within acceptable limits, while maximizing returns.

Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its purchases and capital commitments, and other financial obligations as they are due. The Company's approach to managing liquidity is to ensure, to the extent possible, that it will have sufficient liquidity to meet its liabilities when due without incurring unacceptable losses or risking harm to the Company's reputation.

The Company's liquidity is dependent upon maintaining its current working capital balances, operating cash flows and ability to raise funds. To forecast and monitor liquidity, the Company prepares operating and capital expenditure budgets which are monitored and updated as considered necessary. Considering these circumstances and the Company's cash balance liquidity risk is assessed as low.

Foreign Exchange Risk

The Company currently does not have significant exposure to other currencies and this is not expected to change in the foreseeable future as the capital commitments that are expected to be carried out in United States dollars will be limited.

(Unaudited - Expressed in Canadian Dollars)

8. FINANCIAL INSTRUMENTS RISK *(Continued)*

Interest Rate Risk

The Company is exposed to interest rate risk on its cash and cash equivalents. The majority of these deposits have been in discounted instruments with pre-determined fixed yields. Interest rate movements will affect the fair value of these instruments so the Company manages maturity dates of these instruments to match cash flow needs, enabling realization at no loss in almost all cases.

Fair Value of Financial Instruments

The fair value of the Company's financial assets and liabilities approximates the carrying amount. Financial instruments measured at fair value are classified into one of three levels in the fair value hierarchy according to the relative reliability of the inputs used to estimate the fair values. The three levels of the fair value hierarchy are:

- Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;
- Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and
- Level 3 – Inputs that are not based on observable market data.

The fair value classification of the Company's financial instruments are as follows:

		November 30, 2017		February 28, 2017	
	Fair Value Level	Fair value through profit or loss	Loans and receivables and other financial liabilities at amortized cost	Fair value through profit or loss	Loans and receivables and other financial liabilities at amortized cost
		$	$	$	$
Financial assets:					
Cash and cash equivalents	1	1,390,567	-	1,463,241	-
Marketable securities	1	129,500	-	-	-
Restricted cash		-	34,521	-	11,601
Shares receivable		-	53,944	-	106,235
		1,520,067	88,465	1,463,241	117,836
Financial liability:					
Accounts payable and accrued liabilities		-	24,169	-	50,167
		-	24,169	-	50,167

The Company's cash and cash equivalents are classified as level 1. During the nine month period ended November 30, 2017 and the year ended February 28, 2017, there were no transfers between level 1, level 2 and level 3.

9. CAPITAL MANAGEMENT

The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to support future development of the business and maintaining investor, creditor and market confidence.

The Company defines its capital as shareholders' equity and working capital. The Board of Directors does not establish a 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. In the event that adjustments to the capital structure are required, the company may consider issuing additional equity, raising debt or revising its capital investment programs.

Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable. The Company is not subject to externally imposed capital requirements or restrictions. The Company has not paid or declared any dividends since the date of incorporation, nor are any contemplated. The Company may require equity issues to cover administrative and operating cost.

10. SUBSEQUENT EVENTS

On January 18, 2018, Coronado completed a non-brokered private placement and issued a total of 400,000 units (the "Units"), at a price of $0.375 per Unit, to raise gross proceeds of $150,000. Each Unit comprises one common share and one common share purchase warrant (a "Warrant"). Each Warrant entitles the holder to purchase an additional common share of the Company at a price of $0.50 per share for a period of one year from the date of closing. Coronado intends to use the net proceeds from this private placement to assess potential acquisition opportunities in various industries.