Origin Gold Corporation

(formerly OneCap Investment Corporation)

Condensed Interim Consolidated Financial Statements
(Unaudited)

For the six-month period ended June 30, 2018
(Expressed in Canadian dollars)

The attached financial statements have been prepared by Management of The Corporation and have not been reviewed by an external auditor

Origin Gold Corporation

(formerly OneCap Investment Corporation)

Condensed Interim Consolidated Statements of Financial Position

(Unaudited - In Canadian dollars)

	Note	As at June 30, 2018	As at December 31, 2017
		$	$
Assets			
Current assets			
Cash and cash equivalents	5	608,763	1,074,635
Sales taxes receivable		20,465	40,070
Prepaid expenses and advances to suppliers		21,337	31,297
Total assets		650,565	1,146,002
Liabilities			
Current liabilities			
Accounts payable and accrued liabilities		81,832	76,000
Total liabilities		81,832	76,000
Equity			
Share capital	7	6,767,802	6,767,802
Contributed surplus		3,429,299	3,429,299
Deficit		(9,628,368)	(9,127,099)
Total equity		568,733	1,070,002
Total liabilities and equity		650,565	1,146,002

Going concern	2
Subsequent events	9

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

Origin Gold Corporation

(formerly OneCap Investment Corporation)

Condensed Interim Consolidated Statements of Loss and Comprehensive Loss

(Unaudited - in Canadian dollars, except for number of shares)

	For the three-month ended June 30		For the six-month ended June 30	
	2018	**2017**	**2018**	**2017**
	$	**$**	**$**	**$**
Expenses				
Exploration and evaluation (Note 6)	143,822	12,495	243,050	35,867
Professional and consulting fees	91,888	27,758	183,444	83,150
Administration expenses	10,953	8,888	21,159	19,725
Shareholders communication and transfer agent fees	13,974	7,954	38,194	8,854
Travel expenses and representation	12,671	3,285	20,022	5,846
Foreign exchange loss (gain)	(27)	1,690	(104)	1,683
Listing fees	-	41,548	-	47,353
Operating loss	273,281	103,618	505,765	202,478
Other gains				
Interest income	1,938	18	4,496	79
Net loss and comprehensive loss	271,343	103,600	501,269	202,399
Loss per common share, basic and diluted	(0.01)	-	(0.01)	(0.01)
Weighted average number of common shares outstanding – basic and diluted	40,909,191	28,860,313	40,909,191	27,864,763

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

Origin Gold Corporation

(formerly OneCap Investment Corporation)

Condensed Interim Consolidated Statements of Changes in Equity (Deficiency)

(Unaudited- in Canadian dollars, except number of shares)

	Number of common shares outstanding	Share capital	Contributed surplus	Deficit	Total Equity
		$	$	$	$
Balance - January 1, 2018	40,909,191	6,767,802	3,429,299	(9,127,099)	1,070,002
Net loss and comprehensive loss	-	-	-	(501,269)	(501,269)
Balance – June 30, 2018	40,909,191	6,767,802	3,429,299	(9,628,368)	568,733

	Number of common shares outstanding	Share capital	Contributed surplus	Deficit	Total Equity (Deficiency)
		$	$	$	$
Balance - January 1, 2017	61,458,710	4,535,475	2,728,727	(7,271,110)	(6,908)
Private placement (Note 7):					
Proceeds from shares issuance	5,000,000	250,000	-	-	250,000
Share issue expenses	-	-	-	(4,688)	(4,688)
Net loss and comprehensive loss	-	-	-	(202,399)	(202,399)
Balance – June 30, 2017	66,458,710	4,785,475	2,728,727	(7,478,197)	36,005

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

(Unaudited - in Canadian dollars)

		For the six-months ended June 30,	
	Note	**2018**	**2017**
		$	**$**
Cash flows used in operating activities			
Net loss		(501,269)	(202,399)
Changes in non-cash working capital items:			
Sales taxes receivable		19,605	(3,623)
Prepaid expenses and advances to suppliers		9,960	(7,500)
Accounts payable and accrued liabilities		5,832	5,351
		(465,872)	(208,171)
Cash flows from financing activities			
Proceeds from private placements	7	-	250,000
Share issue expenses		-	(4,688)
		-	245,312
Net change in cash and cash equivalents		(465,872)	37,141
Cash and cash equivalents, beginning		1,074,635	103,801
Cash and cash equivalents, end		608,763	140,942

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

1. INCORPORATION AND NATURE OF ACTIVITIES

Origin Gold Corporation (formerly OneCap Investment Corporation) (the “Corporation” or “Origin”) was incorporated under the *Canada Business Corporations Act* (“CBCA”) on April 20, 2012. On July 11, 2018, the Corporation filed Articles of Amendment to change its name to Origin Gold Corporation (English version) / Corporation Aurifère Origin (French version). The Corporation’s common shares are listed on the TSX Venture Exchange (the “Exchange”) under the symbol OIC. The address of its head office and principal place of business is 1801 McGill College Avenue, Suite 950, Montreal (Quebec), Canada, H3A 2N4.

Prior to August 25, 2017, the Corporation was a capital pool company (“CPC”) as defined in Policy 2.4 of the Exchange. On that date, the Corporation completed its qualifying transaction (the “Qualifying Transaction”) pursuant to the rules and policies of the Exchange by acquiring 100% of the issued and outstanding share capital of Rio Moche Exploration Inc. (“Rio”) and evolved into a mineral exploration company with its exploration activity focused in Colombia.

Accordingly, from an accounting standpoint, the transaction constitutes a reverse takeover. As Rio was deemed to be the acquirer for accounting purposes, its assets, liabilities and operations since incorporation are included in these condensed interim consolidated financial statements (the “Financial Statement”) at their carrying value. Origin’s results have been included from the date of the reverse takeover. The legal share capital continues to be that of Origin, the legal parent.

2. GOING CONCERN

Given that the Corporation has not yet determined whether its mineral property contains mineral deposits that are economically recoverable, the Corporation has not yet generated income nor cash flows from its operations. As at June 30, 2018, the Corporation has an accumulated deficit of $9,628,368 ($9,127,099 as at December 31, 2017). These material uncertainties cast a significant doubt regarding the Corporation’s ability to continue as a going concern.

These Financial Statements have been prepared using International Financial Reporting Standards (“IFRS”) applicable to a going concern. The Corporation’s ability to continue as a going concern is dependent upon its ability to raise additional financing, to meet its existing commitments, to further explore its mineral properties, to pay for general and administrative expenses and to continue to support its suppliers and creditors. Even if the Corporation has been successful in the past in doing so, there is no assurance that it will manage to obtain additional financing in the future.

These Financial Statements do not reflect the adjustments to the carrying values of assets and liabilities, to the reported expenses and to the financial position classifications that would be necessary if the going concern assumption was inappropriate. These adjustments could be material.

While management has been successful in securing financing in the past, there can be no assurance that it will be able to do so in the future or that these sources of funding or initiatives will be available to the Corporation or that they will be available on terms which are acceptable to the Corporation. If management is unable to obtain new funding, the Corporation may be unable to continue its operations, and amount eventually realized for assets might be less than amounts reflected in these Financial Statements.

3. SIGNIFICANT ACCOUNTING POLICIES

3.1 Statement of compliance

These Financial Statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) and interpretations as approved by the International Accounting Standards Board (“IASB”) applicable to the preparation of interim financial statements, including International Accounting Standard (“IAS”) 34, *Interim Financial Reporting*.

The Financial Statements do not include all of the disclosure required for annual financial statements and therefore should be read in conjunction with the Corporation’s audited annual consolidated financial statements and notes thereto for the year ended December 31, 2017.

These Financial Statements were authorized for issuance by the Corporation’s Board of Directors on August 27, 2018.

3.2 Basis of presentation and evaluation

The significant accounting policies followed in the Financial Statements are consistent with those applied in the Corporation’s audited annual consolidated financial statements for the year ended December 31, 2017 (”2017 Audited Financial Statements”).

3.3 Basis of consolidation

The acquisition of Rio has been accounted for as a reverse takeover of the Corporation by Rio. Accordingly, the reported balances and transactions for periods prior to August 25, 2017 are those of Rio.

These Financial Statements include the accounts of the Corporation since August 25, 2017 and those of its wholly-owned subsidiary Rio since the incorporation of Rio in 2007. All intra-group transactions, balances, income and expenses are eliminated during consolidation.

The Corporation controls an entity when the group is exposed to, or has the right to variable returns from involvement with the entity and has the ability to affect these returns through its power over the entity.

3.4 New accounting standards issued and effective

IFRS 9 - Financial instruments

In July 2015, the IASB published IFRS 9 which replaces IAS 39, Financial Instruments: Recognition and Measurement. IFRS 9 introduces improvements which include a logical model for classification and measurement of financial assets, a single, forward-looking "expected loss" impairment model and a substantially-reformed approach to hedge accounting. IFRS 9 is effective for annual reporting periods beginning on or after January 1, 2018. The standard was adopted on January 1, 2018 on a retrospective basis without restating comparatives so any cumulative adjustments would be recorded in the opening deficit on adoption. The adoption of IFRS 9 did not have a material impact on its Financial Statements and there was no transitional adjustment recorded on adoption.

4. CRITICAL ACCOUNTING ESTIMATES, JUDGMENTS AND ASSUMPTIONS

When preparing the Financial Statements, management undertakes a number of judgments, estimates and assumptions about recognition and measurement of assets, liabilities, income and expenses. The actual results are likely to differ from the judgments, estimates and assumptions made by management, and will seldom equal the estimated results. The estimates and underlying assumptions are reviewed by management on an ongoing basis.

In preparing the Financial Statements, the significant judgements made by management in applying the Corporation’s accounting policies and the key sources of estimation uncertainty were the same as those that applied to the 2017 Audited Financial Statements of the Corporation.

(Unaudited - in Canadian dollars)

5. CASH AND CASH EQUIVALENTS

	As at June 30, 2018	As at December 31, 2017
	$	$
Cash	4,269	1,074,635
Guaranteed investment certificate bearing interest at 1.35%, redeemable at any time and maturing in January 2019	604,494	-
	608,763	1,074,635

6. EXPLORATION AND EVALUATION EXPENSES (NOTE 9)

	For the six-months ended June 30, 2018	2017
	$	$
La Pantera, Colombia		
Acquisition cost	33,879	-
Exploration and evaluation expenditures	15,949	-
	49,828	-
Las Marias, Colombia		
Exploration and evaluation expenditures	51,936	35,867
Regional exploration expenditures - Colombia	141,286	-
	243,050	35,867

La Pantera

In June 2018, the Corporation was granted an exclusive option for 60 days to acquire 50% of the mining title 0-561 (“La Pantera property”) subject to a cash payment of $33,879 (US$25,000).

Las Marias

Pursuant to an exclusive option agreement signed on July 23, 2016, the Corporation has an option to earn a 100% interest in the Las Marias concession (the “Property”), located in Colombia, subject to the payment of US$1,000,000 and exploration work of US$4,350,000, over a 5-year period.

The owners of the Property retain a 3% net smelter return (“NSR”) subject to the Corporation’s right to purchase one-half of the NSR within five years after the start of production for US$1,500,000. The Corporation shall also pay US$75,000 per annum starting the sixth year of the agreement and successively each year thereafter, until the exploitation begins.

7. SHARE CAPITAL

a) Authorized

An unlimited number of voting common shares without par value.

b) Private placements

In March and April 2017, the Corporation issued 5,000,000 common shares for total consideration of $250,000 pursuant to non-brokered private placements.

(Unaudited - in Canadian dollars)

7. SHARE CAPITAL (CONT'D)

c) Share-based payments (Note 9)

A summary of changes of the Corporation's options is presented below:

	For the six-month ended June 30, 2018	
	Number of Options	Weighted average exercise price
		$
Balance, beginning of period	4,055,757	0.18
Expired	(217,391)	0.20
Balance, end of period – outstanding	3,838,366	0.17
Balance, end of period – exercisable	3,838,366	0.17

Options outstanding and exercisable as at June 30, 2018 are as follows:

Number of Options	Exercise price	Expiry date
	$	
791,410	0.20	August 25, 2018
217,391	0.20	November 8, 2018
434,782	0.20	October 6, 2019
1,960,000	0.15	December 12, 2019
434,783	0.20	June 1, 2020
3,838,366		

d) Warrants

Warrants outstanding as at June 30, 2018 are as follows:

Number of warrants	Exercise price	Expiry date
2,907,000	$0.25	August 25, 2019
3,478,261	$0.20	September 29, 2020
6,385,261		

8. RELATED PARTY TRANSACTIONS

During the six-month period ended June 30, 2018, in the normal course of operations:

- The remuneration of the President and CEO paid to a company controlled by him totaled $60,000 ($30,000 - six-months ended June 30, 2017) and is recorded under professional and consulting fees;
- A company controlled by the Chief Financial Officer and Secretary charged professional fees of $59,132 ($36,255 – six-months ended June 30, 2017) for his service and his staff and is recorded under professional and consulting fees.

As of June 30, 2018. The balance due to the related parties mentioned in this section amounted to $22,221.

9. SUBSEQUENT EVENTS

Exploration Properties

La Pantera property
Under the terms of the concession assignment agreement (the “Agreement”) dated July 14, 2018, the Corporation has purchased an interest of 50% of the La Pantera property for US$115,000 (inclusive of the US$25,000 paid in June 2018) and the issuance of 1,000,000 of its common shares subject to a four month hold period. The owner of the 50% interest will also receive US$8 as royalties for each ounce of gold recognized as Measured and Indicated resource (as defined by National Instrument 43-101) identified by a 6 year exploration program. Upon production, a royalty of 2% net smelter is payable on the additional ounces of gold. This transaction is subject to the Exchange approval.

Las Marias property
On July 16, 2018, the Corporation notified the owners of the Las Marias property of its decision to terminate the option on the property.

Change to Stock Option Plan

The Plan replaces and supersedes the Corporation’s previous "rolling 10%" plan. The purpose of the Plan is to advance the interests of the Corporation by providing optionees with additional performance incentive, and to allow the Corporation to attract and retain competent personnel.

The Plan is managed by the Board of Directors. The maximum number of stock options that can be issued under the Plan is 4,090,000, representing 9.99% of the current number of shares of the Corporation issued and outstanding. The change to the plan was approved by the Exchange in August 2018.